

SSI Diagnostica Holding A/S

Central Business Registration no. 37 39 77 76

Herredsvejen 2
3400 Hillerød
Denmark



Annual Report and consolidated Financial Statements

1 January – 31 December 2022

The Annual Report was presented and
adopted at The Annual General Meeting of
The Company on 30 May 2023

Marie Holst
Chair of the meeting

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Company details

The Company

SSI Diagnostica Holding A/S
Herredsvejen 2
3400 Hillerød
Denmark

Central Business Registration no. 37 39 77 76
Financia period: 1 January – 31 December
7th financial year

Executive Board

Christina Charlotte Lindved
Egil Mølsted Madsen
Søren Skjold Mogensen

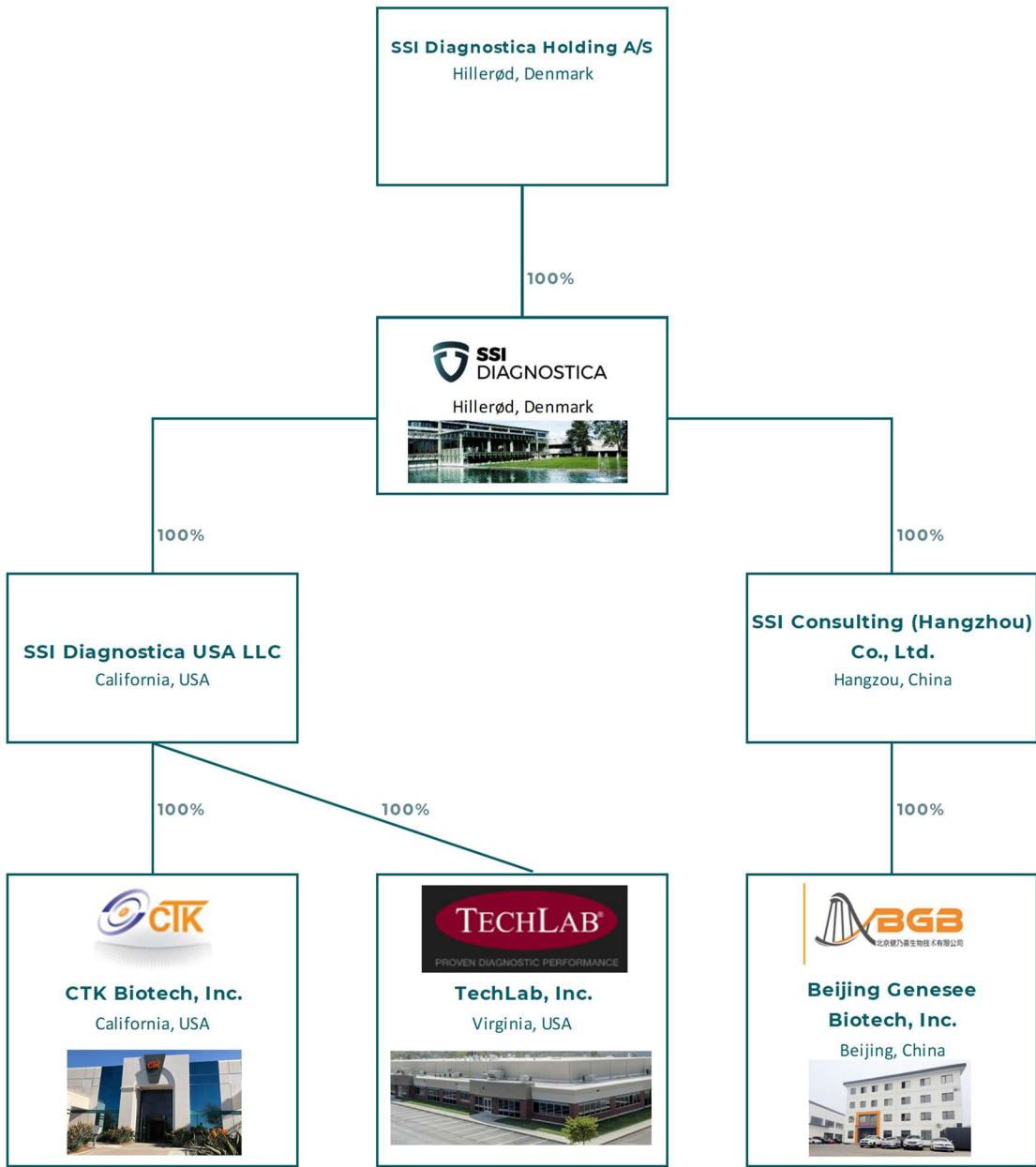
Supervisory Board

Stig Løkke Pedersen (Chairman)
Steffen Kjeld Thomsen
Patrick Olof Dahlén
Rasmus Karl Gustaf Molander
Catherine Yaping Chen
Sibel Karina Arnes

Company Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
2900 Hellerup
Central Business registration no. 33 77 12 31

Company Group Chart



Management review 2022

Primary activities

The Group develops, produces, and sells in vitro diagnostic products mainly within clinical microbiology, as well as products to the vaccine industry, veterinary diagnostics as well as products within food, environmental, hygiene and quality control.

SSI Diagnostica Holding A/S primary activity is ownership of companies decided by the board.

Segments

The company's activities are divided into the following segments.

Disease Prevention

The category Disease Prevention includes antisera, antigens and other in vitro diagnostics (IVD) products to be used for quality testing of vaccines and typing of bacteria such as E. coli, pneumococci, salmonella and streptococci.

Rapid Screening

Rapid Screening relates to rapid tests for the qualitative detection of bacteria and vira including COVID-19 tests, tests for dengue fever tropical diseases.

The category also includes ImmuView, a category of rapid tests that includes ImmuView Reader, a portable test instrument providing automatic and quick analysis of tests when testing for pneumoniae, legionella etc.

With the acquisition of TechLab, SSI Group has achieved a strong position in USA and broadened the category of rapid screenings products within enteric diagnostics. TechLab's tests within Rapid Screening include tests for intestinal C. difficile, inflammation and parasitology. The company produces a panel of in vitro diagnostics for detecting C. difficile and its toxins in specimens from patients suspected of having the disease.

MI Lab Solutions

MI Lab Solutions relates to various products and equipment including culturing media products and trade products involving third party products. Culture media includes a range of culturing media from solid agar plates to liquids in tubes for isolation and identification of microorganisms.

The SSID Group produces, distributes and sells a wide spectrum of different clinical equipment, which is an important pillar in the business in order to a service broader range of products to comply with different customers' demand. The main market for the clinical equipment is microbiological labs, especially located in the Scandinavian countries.

Precision Testing

Precision Testing relates to PCR-products targeted bacteria and fungi. Products in the category include DEC PCR Kit and DEC primer mix used for in vitro diagnostics of diarrhoeagenic E. coli and Dermatophyte PCR Kit used for in vitro diagnostics of dermatophytes in general.

Uncertainty related to recognition and measurement

In the Group's inventory of semifinished goods and raw sera (work in progress), several of the products have an infinite expiration time. The management have decided a valuation principle in which the value only accounts for the goods, which are expected to be consumed within the next five years. The value of semifinished goods and raw sera as of 31 December 2022 is DKKm 29.0 which is at the same level as last year. There is a certain uncertainty associated with the measurement, but it is the management's opinion that the uncertainty has been handled appropriately in the valuation.

Development in the Group's activities and finances

2022 was a year of major changes for SSI Diagnostica Group. The ownership of SSI Diagnostica Group was transferred to a new private equity fund, and the share capital was increased significantly in connection with the large acquisition of TechLab, Inc., Virginia, USA, in August 2022 with a purchase price of 1,930m DKK. The acquisition of TechLab, Inc. contributed positively to the performance of the Group.

The strategy of SSI Diagnostica Group is to achieve a leading global position within the microbiological diagnostic. As part of the strategy the group acquired 100% of the shares in TechLab, Inc., Virginia, USA, in 2022. The acquisition has contributed positively to the planned growth for 2022.

The financial position of the Company and subsidiaries for 2022 is negatively impacted by the decreasing demand for COVID-19 tests and test materials compared to the activity level in the prior two financial years. The lack of COVID-19 sales and test material sales is impacting the segments Rapid Screenings and MI Lab solutions negatively.

Revenue amounts to DKKm 909 for 2022 compared to DKKm 849 in 2021. The increase is a result of the acquisition of TechLab contributing positively to realized revenue but partly offset by the decreasing sales of COVID-19 products.

The result of the activities in 2022 is a profit after tax of DKKm 35 and is below expected net profit of DKKm 100-110 as a result of transactions costs and amortizations related to the acquisition of TechLab. Transaction costs in connection with the acquisition of TechLab, Inc., USA are included with DKKm 34 classified as administration expenses.

Total assets amount to DKKm 3,236 at 31 December 2022 compared to DKKm 930 at 31 December 2021. Total assets are impacted by the acquisition of Techlab, Inc. Total equity amounts to DKKm 1,388 as per 31 December 2022 compared DKKm 505 last year due to a capital contribution of DKKm 1,194 following the acquisition of TechLab, Inc.

During 2022, the activities level in the Group's branch in Sweden targeting marked in Sweden and Norway increased and experienced a growth.

Outlook

The positive impact on sales due to COVID-19 in 2022 is not expected to impact sales for 2023 to the same extent. Sales of non-COVID products are expected to increase, and revenue for 2023 is anticipated to be around DKKm 800-900 and profit before tax for 2023 is anticipated to be around DKKm 0 as a result of increasing goodwill amortisations and interest expenses following the acquisition of TechLab, Inc. in 2022.

Events after the balance sheet date

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Research and development

The Group has capitalized DKKm 31.9 of the expenses spent on research and development activities related to new products, which are expected to contribute to the future profit. It is the viewpoint of the management that a market exists for these products and it is realistic that the group can penetrate the market. Some of the products were already launched during 2022 while others are still in development.

Foreign branch

The Company has the following foreign branch:

SSI Diagnostica A/S, Danmark, Filial i Sverige (branch in Sweden)
Herredsvejen 2, 3400 Hillerød, Denmark

Intellectual resources

The most significant intellectual resources consist of the Company's employees. The employees contribute to the Company's earnings in the coming years. Due to growing global organization and market presence, and to strategically harvest the benefits of such growth, the operating model including research and development of SSI Group has been more centralized over the last 2-3 years, with a number of key functions being performed centrally and key strategic and operational activities are centralized at Headquarters.

Financial risks

The Group identifies, monitors, and mitigates financial risks in cooperation with the Company's business units.

With increasing international operating activities, the Group is exposed to foreign currency risks and the risk of exchange fluctuations. The Group handles exchange risks by matching income and expenses in the same currency and by hedging to reduce exposure to exchange rate and interest rates. The Group has entered into agreements in relation to currency swaps and interest rate swaps to reduce the Group's exposure to risks related to currency and interest rate.

Corporate Social Responsibility

Corporate Social Responsibility is an integrated part of the Group's strategy because of the Group's ambition of ensuring a responsible interaction with customers, employees, business partners etc. The Group has implemented global guidelines for "Code of Conduct" which the Group and its stakeholders are committed to follow. The guidelines outline best practice for employees and the

remaining organization and requirements to business partners regarding social, ethical, and environmental issues and anti-corruption and bribery.

The Group's business model is described above in the section "Primary activities".

Environmental affairs

The Group's environmental policy is to permanently reduce the environmental impact of the Company's activities, including to lower consumption of energy on the Group's production, reducing waste volumes as well as to minimize noise from the Group's activities where possible with respect to emissions of particularly CO₂. The Group focuses on reusing, rethinking, and recycling of residual products and optimization of energy consumption. In connection with the Group's strategical focus on environmental affairs, operational activities to support the strategy includes establishing action plans to reduce packaging materials and implementing alternative energy sources such as construction of geothermal power sources to reduce emissions of CO₂ in connection with new building projects.

The Group has initiated environmental certifications among other things in accordance with ISO 14001 to ensure that the Group's activities meet requirements for environment and sustainability in accordance with international standards.

In 2022, the Group continued mapping of environmental affairs and implemented an Environmental Management System following evaluation of processes, activities and responsibilities. In connection with implementation of Environmental Management System in 2022, the Group evaluated development activities focusing on reducing the Group's environmental impact by, among other things, selecting raw materials etc. based on their environmental impact.

Going forward, the Group will continue to focus on reduction of the Group's environmental impact.

Human Rights and Social Responsibility

The Group is committed to act with a high degree of integrity and ethics and to comply with regulations in the countries where the Group operates. The Group respects UN's Universal Declaration of Human Rights and acknowledges its responsibility to ensure that these rights are complied with in relation to employees.

The Group actively works towards contributing to a safe and healthy work environment and is committed to continuously improve working conditions. The Group supports elimination of all forms of forced labour, child work and discrimination and strives to offer equal opportunity to all human beings regardless of gender, nationality, religion, or ethnic origin. The Group does not accept discrimination or harassment.

The Group has not identified significant risks related to human rights and social responsibility.

To ensure a safe and healthy physical and psychological working conditions for employees, employees receive safety related information and training targeted their specific tasks. Furthermore, the Group conducts employee engagement surveys.

Based on the Group's efforts within Human Rights and Social Responsibility, the Group expects a minimal number of work-related injuries. Furthermore, the Group communicates policies for human

rights to employees to ensure that employees are informed and act in accordance with policies. The Group will continue to have an increased focus on compliance of human rights.

No breaches of policies for human rights and social responsibility were reported during 2022.

Anti-corruption and bribery

The Group is committed to comply with Danish and international legislation on anti-corruption and bribery and prevent corruption and bribery in line with the Code of Conduct. Employees in the Group are introduced to the Code of Conduct to ensure that employees comply with competition legislation etc. The Group has not identified violations of Code of Conduct in 2022 but will continue the work with anti-corruption and bribery. The Group has not identified significant risks related to anti-corruption and bribery.

Diversity

The Group strives to create an organization characterized by diversity and equality among our leaders and employees. The Group has established a Policy for Diversity and Inclusion to ensure equality on all management levels.

The Group is characterized by having a diverse workforce in relation to nationality, gender, age, education etc. and strives to achieve diversity on all levels of the organization.

The Company's Board of Directors currently consists of 7 members, of which 2 women, while our daily management consists of 6 members, of which 3 women.

The Group complies with the definition of an equal composition between genders in accordance with the Danish Business Authority's "Guidance on Target figures, policies and reporting on the gender composition of management" and expects to continue an equal representation of genders going forward.

Statement on Policy for Data Ethics

The Group is committed to ensuring a responsible storage and processing of data in relation to customers, employees and business partners and has initiated an analysis of the Group's treatment of data aiming to formalize a policy for data ethics. The Group has initiated a process of establishing a policy for data ethics, and the policy is expected to be implemented in 2023.

The Group has not previously implemented a Policy for Data Ethics since the Group's primary data collection relates to Personal Data covered by the Group's Privacy Policy.

Financial Highlights

	Group				
Amounts in DKK '000	2022	2021	2020	2019	2018
Income statement					
Revenue	909.393	849.494	405.224	170.024	162.934
Profit/loss from primary activities	82.153	337.433	106.800	31.434	30.579
Net financials	-51.309	-31.165	-6.447	-3.839	-6.156
Profit/loss for the year	35.061	249.561	78.997	20.490	18.934
Balance sheet					
Balance sheet total	3.236.316	929.708	926.263	298.453	306.010
Investments in property, plant and equipment	26.491	10.650	33.721	3.565	5.848
Equity	1.388.084	504.795	429.485	107.836	97.801
Cash flow					
Operating activities	179.653	317.150	90.250	34.031	40.871
Investing activities	-1.989.227	-5.714	-392.222	-9.541	-9.379
Financing activities	1.884.301	-323.838	441.015	-28.656	-101.225
Cash and cash equivalents	124.770	52.717	61.967	-75.635	-71.469
Ratios					
Revenue growth	7%	110%	138%	4%	192%
Gross margin	52%	62%	52%	54%	49%
Return on assets	3%	36%	12%	11%	11%
Solvency ratio	43%	54%	46%	36%	26%
Return on equity	4%	53%	29%	20%	27%

Statement by management on the annual report

The Supervisory and Executive Boards have today discussed and approved the Consolidated Financial Statements and the Parent Company Financial Statements for the financial year 1 January – 31 December 2022 of SSI Diagnostica Holding A/S.

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

In our opinion the Consolidated Financial Statements and the Parent Company Financials Statements give a true and fair view of the Group and the Parent Company's financial position at 31 December 2022 and of the result of the Group and the Parent Company's operations for the financial year 1 January – 31 December 2022.

In our opinion the management's review includes a fair review about the matters the review deals with.

We recommend that the Consolidated Financial Statements and the Parent Company's Financial Statements be approved at the annual general meeting.

Hillerød, 22 May 2023

Executive Board

Christina Charlotte Lindved

Egil Mølsted Madsen

Søren Skjold Mogensen

Supervisory board

Stig Løkke Pedersen
Chairman

Steffen Kjeld Thomsen

Rasmus Karl Gustaf Molander

Patrick Olof Dahlén

Catherine Yaping Chen

Sibel Karina Arnes

Independent auditor's report

To the Shareholders of SSI Diagnostica Holding A/S

Opinion

In our opinion, the Consolidated Financial Statements and the Parent Company Financial Statements give a true and fair view of the financial position of the Group and the Parent Company at 31 December 2022, and of the results of the Group's and the Parent Company's operations as well as the consolidated cash flows for the financial year 1 January - 31 December 2022 in accordance with the Danish Financial Statements Act.

We have audited the Consolidated Financial Statements and the Parent Company Financial Statements of SSI Diagnostica Holding A/S for the financial year 1 January - 31 December 2022, which comprise summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes, for both the Group and the Parent Company, as well as consolidated statement of cash flows ("financial statements").

Basis for 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 Group 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 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 Financials Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Consolidated Financial Statements and the Parent Company Financial Statements and has been

Independent Auditor's Report, continued

prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement in Management's Review.

Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Consolidated Financial Statements and Parent Company 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 Group's and the Parent 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 Group or the Parent Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of 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 one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the 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 the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

Independent Auditor's Report, continued

- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Groups and the Parent 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 auditor's 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 auditor's report. However, future events or conditions may cause the Group and the Parent Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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 that we identify during our audit.

Hellerup, 22 May 2023

PriewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
CVR No 33 77 12 31

Jacob F Christiansen
State Authorized Public Accountant
mne18628

Søren Alexander
State Authorized Public Accountant
mne42824

Accounting policies

The Annual Report has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to large enterprises of reporting class C.

The functional currency is Danish kroner, DKK. All other currencies are considered foreign currencies.

Changes in accounting policies

The accounting policies applied remain unchanged from last year except implementation of the following change in presentation of the income statement. Management has decided to change the accounting policies from presentation of the income statement by nature to presentation of the income statement by function. Management evaluates that presentation of the income statement by functions provides a true and fair view of the Company's activities. The comparative figures have been restated.

The change in accounting policy has not affected revenue, profit for the year, assets and equity.

Recognition and measurement

The financial statements have been prepared based on historical cost.

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognized in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described below for each financial statement item.

On recognition and measurement, anticipated losses and risks that appear before presentation of the annual report and which confirm or invalidate affairs or conditions existing at the balance sheet date are considered.

Consolidation

The consolidated financial statements include the parent company SSI Diagnostica Holding A/S and companies in which the parent company directly or indirectly holds the majority of the voting rights or in which the parent company, through shareholding or otherwise has a dominant influence. Companies in which the group holds between 20 % and 50 % of the voting rights and exercise significant but non-controlling influence shall be considered as associated companies.

The consolidation shall summarise items of a uniform nature. Intercompany income and costs, shareholdings, dividends and balances, as well as realized and unrealised internal gains and losses on transactions between the consolidated companies are eliminated.

The parent company's shares in the consolidated subsidiaries are offset by the parent company's share of the equity value of the subsidiaries at the time the group relationship was established.

Business combinations

Acquisitions after 1 July 2018

Acquisitions of subsidiaries is treated according to the takeover method, whereby the identifiable assets and liabilities of the acquired entity are measured at fair value at the time of the acquisition. Acquired contingent liabilities are recognised in the consolidated financial statements at fair value to the extent that the value can be reliably measured.

The date of acquisition is the time when the group acquires control of the acquired company.

The purchase price of the acquired business represents the fair value of the agreed remuneration, including remuneration that is contingent on future events. Transaction costs directly attributable to the purchase of subsidiaries are recognised in the profit and loss statement in the consolidated financial statements as they are incurred.

Positive differences between the purchase price of the acquired entity and the identified assets and liabilities are recognised in the balance sheet under intangible fixed assets as goodwill, which is depreciated linearly in the profit and loss statement based at the expected useful life. Goodwill depreciation is allocated in the consolidated financial statements to the functions to which the goodwill relates. If the difference is negative, this is immediately recognised in the profit and loss account.

If the purchase price allocation is not final, positive and negative differences from purchased subsidiaries may, as a result of changes in the recognition and measurement of the identified net assets, be adjusted up to 12 months from the date of acquisition. These adjustments are also reflected in the value of goodwill or negative goodwill, including in depreciations already made.

If the purchase price contains conditional remuneration, these are measured at fair value at the time of acquisition. Subsequently, conditional remuneration at fair value is re-measured. Revaluations are recognised in the income statement.

Acquisitions before 1 July 2018

Acquisitions carried out before 1 July 2018 are treated, with some exceptions, in accordance with accounting policies such as business combinations implemented on or after 1 July 2018. The main exceptions are:

- Identified assets and liabilities of the acquired undertaking shall be recognised only if they are probable.
- Identified contingent liabilities in the acquired company are not recognised in the group balance sheet.
- If the purchase price allocation is not final, positive and negative differences resulting from a change in recognition and measurement of acquired net assets shall be adjusted until the end of the financial year following the year of the acquisition. At the same time, these adjustments are reflected in the value of goodwill or negative goodwill, including in depreciations already made.
- Transaction costs directly attributable to the purchase of subsidiaries are included as part of the cost price.
- Adjustment of conditional remuneration after first recognition is recognised directly by offset on the original purchase price, thereby correcting the value of goodwill or negative goodwill.

Mergers (aggregation method)

The aggregation method is used for business combinations of intercompany companies. The two companies book values are merged and do not identify differences. Any remuneration exceeding the book value of the non surviving company shall be recognised directly at equity. The aggregation method is carried out as if the two companies have always been combined by the adjustment of comparative figures.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date is translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

The profit and loss statement of foreign subsidiaries which are independent entities shall be converted at the rate of the transaction date or at an approximate average rate. The balance sheet items are converted at the exchange rate of the balance sheet date. Exchange rate adjustments arising from the conversion of equity at the beginning of the year and exchange rate adjustments, arising from the conversion of the profit and loss statement at the exchange rate of the balance sheet date, are recognised directly at equity.

Income statement

The income statement has been classified by function.

Revenue

As income recognition criterion, the delivery method is applied so that revenue comprises delivered revenue for the year. Revenue from the sale of manufactured goods and goods for resale is recognized in the income statement when delivery is made and risk has passed to the buyer before the end of the financial year. Revenue is measured at fair value excl. VAT and less granted goods and customer discounts.

Production Costs

Production costs comprises costs incurred to achieve revenue for the year. Cost comprises raw materials, consumables, direct labour costs and indirect production costs such as maintenance and depreciation, etc., as well as operation, administration and management of factories.

Research and development expenses

Research and development expenses comprises research and development costs that do not qualify for capitalisation as well as amortisation of capitalised development costs.

Sales and distribution expenses

Sales and distribution expenses comprises costs in the form of salaries to sales and distribution staff, advertising and marketing expenses.

Administration expenses

Administration expenses comprises expenses related to Management, administrative staff, office expenses, depreciation, etc.

Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Group including transaction costs.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the group enterprises' operating profit/loss adjusted for internal profits and losses less annual amortisation of goodwill on consolidation.

Financial income and financial expenses

Financial income and expenses are recognized with amounts regarding the financial year. Financial items comprise interest, costs related to borrowing as well as realised and unrealised exchange gains and losses.

Tax on profit or loss for the year and income taxes

Tax on profit or loss for the year represents 22% of the book profit or loss adjusted for non-taxable and non-deductible items.

Tax on profit or loss for the year consists of the anticipated tax portion of the taxable income for the year adjusted for the changes for the year in deferred tax.

The Company is jointly taxed with other Danish group enterprises. The tax effect of the joint taxation is allocated among the group enterprises in ratio to their taxable income according to the rules on full allocation with a refund for tax losses of the Danish Corporation Tax Act.

Joint tax contributions between the jointly taxed companies which have not been settled at the balance sheet date are classified as liabilities or receivables from joint tax contributions.

The Company is subject to the Danish Tax Prepayment Scheme.

Balance sheet

The balance sheet has been presented in account form.

Assets

Intangible assets

Intangible assets include development projects in progress and completed development projects as well as goodwill.

Intangible assets are measured at cost less accumulated amortisation and impairment losses.

Cost comprises the acquisition price as well as costs directly related to the acquisition until the time when the asset is ready to be put into operation. For own-developed development projects salaries and external costs related to the development are included in the acquisition price.

For own-developed development projects capitalised after 1 January 2016, the carrying amount is transferred from "retained earnings" to "reserve for capitalised development cost" at equity.

Assets are amortised on a straight-line basis over their estimated useful lives:

Completed development projects	3-5 years
Technology	20 years
Brands	7- years
Customer relations	7-20 years
Goodwill	5-20 years

As the intangible assets are not being traded in an active and effective market, no residual values after end of use are included when determining the depreciation period.

The depreciation period for goodwill is determined as an overall assessment of the acquired company´s market position, earnings profile and expectations of customers loyalty, which within reasonable limits is based on historical data/registrations.

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulate amortisation and depreciation. The basis of amortisation and depreciation is cost less estimated residual value after the end of useful life. Land is not depreciated.

Cost comprises the acquisition price as well as costs directly related to the acquisition until the time when the asset is ready to be put into operation.

The costprice for an asset is divided into separate components, that are depreciated separately, if the useful life of the individual components is significantly different.

Depreciation is initiated when the assets are ready to be taken into operation. Assets are depreciated on a straight-line basis over their estimated useful lives with following residual values:

	Useful liv	Residual value
Buildings	20 years	20%
Plant and machinery	3-10 years	0%
Other fixtures, etc.	3-10 years	0%
Leasehold improvements	5-7 years	0%

Minor purchases with useful lives below one year have been recognized as an expense in the income statement under gross profit.

Profit/loss on sale or scrapping has been included in the income statement under other operating income or other operating expenses.

Leasing

Property, plant and equipment that are assets held under lease and meet the conditions for financial leasing are accounted for according to the same guidelines as owned assets. Assets held under lease are recognized in the balance sheet at the lower of fair value and present value of the future lease payments. On calculation of the present value, the internal interest rate of the lease is applied as discount factor or an approximate value thereof. Assets held under finance lease are depreciated and written down according to the same policies as are determined for the Company's remaining fixed assets.

The capitalised remaining lease commitment is recognized in the balance sheet as a liability other than provisions, and the interest portion of lease payments is recognized over the term of the lease in the income statement.

Impairment of intangible assets and property, plant and equipment

The carrying amount of intangible assets and property plant and equipment is reviewed annually for indication of impairment for loss, apart from what is expressed by usual amortisation and depreciation. If this applies, impairment for loss is made of each asset or group of assets, respectively, to lower recoverable amount.

As recoverable amount, the higher of expected net selling price and net present value is applied. The net present value is calculated as the present value of the anticipated cash flows from the use of the asset or the group of assets.

Impairment for loss for the year is recognized in the income statement as amortisation, depreciation and impairment for loss of property, plant and equipment and intangible assets.

Investments in subsidiaries

Investments in subsidiaries are recognized and measured according to the equity method, so that the investment is measured at the pro rata share of the group enterprises' net asset value adjusted for internal dividends and gains.

Foreign group enterprises' profit or loss and equity have been translated into DKK. Exchange adjustments arising on translation of the foreign group enterprises' and associates' equity at the beginning of the financial year as well as profit/loss for the financial year are recognized at equity.

Distributable reserves in group enterprises and associates which are distributed as dividends to the parent at the balance sheet date are included in the value of investments.

Acquisition of group enterprises and associates are recognized at cost. The difference between the cost price and the net asset value of the acquired company, which appears at the time of establishing the consolidation, is as far as possible allocated to the assets and liabilities whose value is higher or lower than the carrying amount. A remaining positive difference is treated as goodwill and included in the value of investments, which is amortized in the income statement over 5 - 20 years.

The depreciation period is based on an assessment of the market position, earnings profile, and expectations of customers loyalty, which within reasonable limits is based on historical data/registrations. A negative difference, reflecting an expected cost or an unfavourable development, are recognized as income in the income statement in the year of acquisition.

The total net revaluation of investments in group enterprises and associates is allocated via the profit distribution to "reserve for net revaluation according to the equity method" under equity. The reserve is reduced by dividend distributions to the Parent and is adjusted by changes in equity in the group enterprises and associates.

Subsidiaries with negative equity are recognised at DKK 0. Where the parent company has a legal obligation to cover the subsidiary's underbalance, a provision to that effect shall be recognised.

Inventories

Inventories of raw materials and own-produced finished goods are measured at cost according to the FIFO method. In the event of cost exceeding net realisable value, write-down is made to this lower value.

Inventories of goods for resale are measured at cost according to average prices. In the event of cost exceeding net realisable value, write-down is made to this lower value.

Cost of goods for resale as well as raw materials and consumables comprises purchase price.

Cost of own-produced finished goods comprises cost of raw materials, consumables and direct wages plus indirect production costs. Indirect production costs include indirect materials and wages as well as energy costs.

Indirect cost of production includes indirect materials and labour as well as maintenance of and depreciation on the machinery used in production processes, rent for factory buildings and equipment used and cost of production administration and management.

The net realisable value of inventories is calculated at the amount expected to be generated by sale in the process of normal operations with deduction of selling expenses and costs of completion. The net realisable value is determined allowing for marketability, obsolescence and development in expected sales sum.

Receivables

Receivables are measured at amortised cost which usually corresponds to nominal value. The value is reduced by write-down for bad debt according to an individual assessment.

Prepayments

Prepayments comprise costs incurred relating to subsequent financial years including insurance premiums and subscriptions.

Equity and liabilities

Equity

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

Treasury shares

Cost of acquisition and consideration received are recognised directly in equity as retained earnings.

Provision for deferred tax

Deferred tax is measured according to the liability method. Provision of 22% on all temporary differences between carrying amount and tax-based value of assets and liabilities has been made for deferred tax.

The tax-based values of tax losses carried forward are included in the statement of deferred tax if it is probable that the losses can be utilised.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the onaccount taxation scheme are recognised in the income statement in financial income and expenses.

Liabilities other than provisions

Liabilities other than provisions are recognized when raising the loan at the proceeds received after deduction of borrowing costs, directly addressed by the loan.

Liabilities other than provisions have been measured at amortised cost which corresponds to nominal value.

Prepayments received from customers

Prepayments received from customers include prepayments from customers.

Cash flow statement

The cash flow statement shows the Company's cash flows for the year as well as the Company's cash and cash equivalents at year-end.

Cash flows from operating activities have been calculated as profit or loss adjusted for non-cash operating items, financial income and expenses paid, corporation taxes as well as increase and decrease in inventories, trade receivables, trade payables and other changes in assets and liabilities other than provisions deriving from operations.

Cash flows from investing activities comprise payments in connection with acquisition and sale of fixed assets.

Cash flows from financing activities comprise payments from inception and repayment of long-term liabilities other than provisions as well as payments made to and received from shareholders.

Cash and cash equivalents comprise cash funds as well as operating credits at credit institutions included in the Company's cash management.

Financial highlights

The ratios have been prepared in accordance with "Guidelines and ratios 2015 " from The Danish Finance Analysts Society. The ratios have been calculated as follows:

$$\text{Return on assets} = \frac{\text{Operating profit} \times 100}{\text{Average invested capital}}$$

$$\text{Solvency ratio} = \frac{\text{Equity at closing balance} \times 100}{\text{Total assets}}$$

$$\text{Return on equity} = \frac{\text{Profit or loss for the year} \times 100}{\text{Average equity}}$$

$$\text{Invested capital} = \text{Intangible and fixed assets relating to the activities} + \text{networking capital}$$

Income statement 1 January – 31 December 2022

Note		Group	Group	Parent	Parent
		2022	2021	2022	2021
		DKK	DKK	DKK	DKK
1	Revenue	909.392.705	849.493.997	2.068.500	2.068.500
2	Production costs	-439.576.125	-320.746.394	0	0
	Gross profit	469.816.580	528.747.603	2.068.500	2.068.500
2	Research and development expenses	-31.756.419	-42.762.951	0	0
2	Sales and distribution expenses	-73.220.638	-45.455.777	0	0
2	Administration expenses	-289.665.235	-103.095.763	-6.916.767	-5.404.223
	Operating expenses	-394.642.291	-191.314.492	-6.916.767	-5.404.223
	Other operating income	6.978.617	0	764.200	0
	Operating profit/loss	82.152.906	337.433.111	-4.084.067	-3.335.723
	Income from investments in group enterprises	0	0	33.951.122	255.769.390
3	Financial income	96.898.162	7.679.799	8.075.438	0
4	Financial expenses	-148.206.830	-38.844.987	-1.137.446	-4.768.982
	Profit/loss before tax	30.844.238	306.267.923	36.805.047	247.664.685
5	Tax on profit/loss for the year	4.216.813	-56.707.303	-1.743.996	1.895.935
	Profit/loss for the year	35.061.051	249.560.620	35.061.051	249.560.620

Balance sheet at 31 December 2022

Assets		Group	Group	Parent	Parent
Notes		31/12 2022	31/12 2021	31/12 2022	31/12 2021
		DKK	DKK	DKK	DKK
7	Completed development projects	8.198.872	13.716.359	0	0
7	Technology	169.662.600	0		
7	Brand	265.785.060	37.642.494	0	0
7	Customer relations	632.617.932	119.455.572	0	0
7	Goodwill	1.542.566.061	401.427.233	0	0
7	Development projects in progress	38.442.488	6.541.281	0	0
	Intangible assets	2.657.273.013	578.782.938	0	0
8	Land and buildings	78.115.579	25.650.716	0	0
8	Plant and machinery	20.376.462	9.666.416	0	0
8	Other fixtures etc.	14.669.586	31.334.263	0	0
8	Leasehold improvements	15.409.484	7.200.612	0	0
8	Prepayments, fixed assets	978.260	592.201	0	0
	Property, plant and equipment	129.549.371	74.444.209	0	0
9	Investments in group enterprises	0	0	1.023.338.598	701.378.950
10	Deposits	257.891	263.929	0	0
	Other investments	0	0	0	0
16	Other receivables	28.771.010	0	0	0
	Fixed asset investments	29.028.901	263.929	1.023.338.598	701.378.950
	Fixed assets	2.815.851.285	653.491.076	1.023.338.598	701.378.950
	Raw materials and consumables	60.457.261	41.627.320	0	0
11	Work in progress	29.746.504	33.062.646	0	0
	Finished goods and goods for resale	63.455.572	43.290.420	0	0
	Prepayments of goods	4.472.316	13.671.896	0	0
	Inventories	158.131.652	131.652.281	0	0

Balance sheet at 31 December 2022

Assets		Group	Group	Parent	Parent
Notes		31/12 2022	31/12 2021	31/12 2022	31/12 2021
		<i>DKK</i>	<i>DKK</i>	<i>DKK</i>	<i>DKK</i>
	Trade receivables	105.027.910	73.487.238	0	0
	Joint tax contribution receivables	23.005.818	11.362.914	0	1.895.935
	Other receivables	200.519	2.628.608	0	0
	Receivables from group enterprises	0	0	365.688.777	0
	Deferred tax assets	1.313.232	594.922	0	0
12	Prepayments	8.015.589	3.774.011	28.275	13.000
	Receivables	137.563.069	91.847.693	365.717.052	1.908.935
	Cash and cash equivalents	124.769.523	52.716.594	331.436	0
	Current assets	420.464.244	276.216.568	366.048.488	1.908.935
	Total assets	3.236.315.529	929.707.645	1.389.387.086	703.287.885

Balance sheet at 31 December 2022

Equity and liabilities		Group	Group	Parent	Parent
Notes		31/12 2022	31/12 2021	31/12 2022	31/12 2021
		DKK	DKK	DKK	DKK
13	Share capital	11.058.400	7.180.600	11.058.400	7.180.600
	Reserve for net revaluation according to the equity method	0	0	0	207.845.193
	Foreign currency translation adjustments	-9.973.432	35.314.976	20.685.184	0
	Retained earnings	1.386.999.033	462.299.207	1.356.340.417	289.768.990
	Equity	1.388.084.000	504.794.783	1.388.084.000	504.794.783
	Provision for deferred tax	266.735.479	68.344.897	0	0
	Total provisions	266.735.479	68.344.897	0	0
15	Debt to credit institutions	1.392.550.870	203.418.000	0	105.000.000
	Other payables (long-term part)	5.290.264	5.050.165	0	0
	Long-term liabilities other than provisions	1.397.841.134	208.468.165	0	105.000.000
15	Current portion of long-term liabilities other than provisions	88.887.554	35.000.000	0	35.000.000
	Other credit institutions	0	9.461.804	0	9.461.804
	Prepayments received from customers	4.832.759	12.590.985	0	0
	Trade payables	35.668.826	48.324.090	0	0
	Payables to group enterprises	0	0	0	48.177.073
	Income tax payables	4.193.843	17.142	1.015.910	0
	Other payables	50.071.935	42.705.778	287.175	854.225
	Short-term liabilities other than provisions	183.654.916	148.099.799	1.303.085	93.493.102
	Liabilities other than provisions	1.581.496.050	356.567.964	1.303.085	198.493.102
	Total equity and liabilities	3.236.315.529	929.707.645	1.389.387.086	703.287.885
6	Distribution of profit/loss				
14	Treasury shares				
19	Contingent liabilities				
20	Contractual obligations				
21	Related parties				
22	Audit fees to auditors appointed at the Annual General Meeting				

Statement of change in equity 31 December 2022

	Group			
	Share	Retained	Foreign currency	Total
	capital	earnings	adjustment	
	DKK	DKK	DKK	
Equity at 1/1 2022	7.180.600	462.299.207	35.314.976	504.794.783
Capital increase	3.877.800	1.189.638.774	0	1.193.516.574
Net profit/loss for the year	0	35.061.051	0	35.061.051
Extraordinary dividend	0	-300.000.000	0	-300.000.000
Foreign currency translation adjustments	0	0	-45.288.408	-45.288.408
Equity at 31/12 2022	<u>11.058.400</u>	<u>1.386.999.033</u>	<u>-9.973.432</u>	<u>1.388.084.000</u>

	Parent				
	Share	Net revaluation	Retained	Foreign currency	Total
	capital	acc. to	earnings	adjustment	
	DKK	equity method	DKK	DKK	
Equity at 1/1 2022	7.180.600	207.845.193	289.768.990	0	504.794.783
Capital increase	3.877.800	0	1.189.638.774	0	1.193.516.574
Net profit/loss for the year	0	-141.871.601	176.932.652	0	35.061.051
Extraordinary dividend	0	0	-300.000.000	0	-300.000.000
Foreign currency translation adjustments	0	-65.973.592	0	20.685.184	-45.288.408
Equity at 31/12 2022	<u>11.058.400</u>	<u>0</u>	<u>1.356.340.417</u>	<u>20.685.184</u>	<u>1.388.084.000</u>

Cash flow statement 1 January – 31 December 2022

Note	Group	Group
	2022	2021
	DKK	DKK
Profit/loss for the year	35.061.051	249.560.620
17 Adjustments	203.118.390	151.753.600
18 Changes in net working capital	2.773.320	1.346.254
Interest received	2.612.695	5.268.858
Interest paid	-39.397.628	-19.830.370
Cash from operating profit/loss	204.167.828	388.098.962
Income tax paid/refund	-24.514.451	-70.949.219
Cash flows from operating activities	179.653.377	317.149.743
Development projects	-31.885.378	-4.144.656
Acquisition of property, plant and equipment (reduced by prepayments)	-25.833.748	-18.741.755
Acquisition of intangible assets	-531.440	0
Acquisition of business combinations	-1.929.871.866	0
Sale of property, plant and equipment	0	9.603
Adjustments of acquisition of business combination	-1.104.997	17.162.564
Cash flows from investing activities	-1.989.227.428	-5.714.244
Payment of debt to credit institutions	-475.539.920	-115.300.000
Acquisition of treasury shares	0	-218.000.000
Inception of debt from credit institutions	1.500.000.000	0
Acquired loan costs	-15.500.000	0
Credit facilities at credit institutions	0	9.461.804
Paid dividends	-300.000.000	0
Cash contributed share capital	1.175.340.764	0
Cash flows from financing activities	1.884.300.845	-323.838.196
Changes in cash and cash equivalents during the year	74.726.793	-12.402.697
Cash and cash equivalents at 1/1 2022	52.716.594	61.966.836
Cash and cash equivalents at 31/12 2022	127.443.387	49.564.139
Exchange rate adjustments of cash	-2.673.864	3.152.455
	124.769.523	52.716.594
Cash		
Cash and cash equivalents at 31/12 2022	124.769.523	52.716.594
Unused credit facilities at 31/12 2022	299.769.523	83.254.790

Notes

		Group	Group	Parent	Parent
1	Revenue	2022	2021	2022	2021
		DKK	DKK	DKK	DKK
	Disease Prevention	75.766.750	75.079.329	0	0
	Rapid screenings	612.904.995	432.664.440	0	0
	MI Lab Solutions	158.714.025	288.977.018	0	0
	Precision Testing	17.566.713	18.757.718	0	0
	Other	44.440.221	34.015.491	2.068.500	2.068.500
	Total revenue	909.392.705	849.493.997	2.068.500	2.068.500
<i>Geographical Segments</i>					
	Denmark	316.032.588	401.187.083	2.068.500	2.068.500
	Rest of the World	593.360.118	448.306.914	0	0
	Total revenue	909.392.705	849.493.997	2.068.500	2.068.500

Notes

	Group	Group	Parent	Parent
	2022	2021	2022	2021
	DKK	DKK	DKK	DKK
2 Staff costs				
Salary and wages	179.311.570	104.554.517	3.229.342	3.130.376
Change in holiday allowance	4.544.507	808.080	20.472	19.510
Pensions	15.215.342	4.194.838	734.997	631.520
Other social security costs	23.996.636	28.129.301	12.717	0
Refunds	-1.287.463	-622.474	0	0
Other staff costs	6.669.069	6.491.423	0	0
Total	<u>228.449.660</u>	<u>143.555.685</u>	<u>3.997.528</u>	<u>3.781.406</u>
Wages and Salaries, pensions and other social security expenses are recognised in the following cost function:				
Cost of production	98.814.284	66.889.240	0	0
Research and development costs	34.912.018	25.185.994	0	0
Sales and distribution costs	50.513.532	29.834.497	0	0
Administration costs	<u>44.209.829</u>	<u>21.645.955</u>	<u>3.997.528</u>	<u>3.781.406</u>
Total employee costs	<u>228.449.663</u>	<u>143.555.685</u>	<u>3.997.528</u>	<u>3.781.406</u>
The average number of full-time employees has represented	<u>666</u>	<u>477</u>	<u>2</u>	<u>2</u>

The total remuneration of the Executive Board and the Supervisory Board amounts to DKKk 2,506 in the financial year against DKKk 2,506 last year.

The Parent Company has issued 1.810 warrants to Executive Management and Senior Executives. Warrants are vested over the period 2020-2027 with 20% per year. All warrants can, regardless of the vesting period, be exercised by the holders in a future exit from the Company. Each warrant entitles the holder to subscribe for one share with a nominal value of DKK 100 and an exercise price of DKK 12,340 and 30,911.

Notes

	Group	Group	Parent	Parent
	2022	2021	2022	2021
	DKK	DKK	DKK	DKK
3 Financial income				
Interest income from group companies	0	0	8.075.438	0
Other financial income	115.251	1.996	0	0
Interest income, currency swaps	2.497.444	0	0	0
Fair value adjustment, SWAPS	28.771.010	0	0	0
Unrealised gains on foreign exchange	65.514.458	7.677.803	0	0
Total	<u>96.898.162</u>	<u>7.679.799</u>	<u>8.075.438</u>	<u>0</u>
	Group	Group	Parent	Parent
	2022	2021	2022	2021
	DKK	DKK	DKK	DKK
4 Financial expenses				
Interest expenses to group companies	0	0	0	697.239
Interest expenses, credit institutions	37.685.453	0	1.107.827	0
Other financial expenses	1.536.708	9.496.121	29.619	4.071.743
Unrealised loss on foreign exchange	108.984.669	29.348.866	0	0
Total	<u>148.206.830</u>	<u>38.844.987</u>	<u>1.137.446</u>	<u>4.768.982</u>
	Group	Group	Parent	Parent
	2022	2021	2022	2021
	DKK	DKK	DKK	DKK
5 Tax on profit/loss for the year, corporation tax and deferred tax				
Tax on profit/loss for the year:				
Tax on taxable income for the year	28.044.048	65.920.911	1.015.910	-1.895.935
Tax on taxable income previously year	0	0	728.086	0
Deferred tax	-32.260.861	-9.213.608	0	0
Total	<u>-4.216.813</u>	<u>56.707.303</u>	<u>1.743.996</u>	<u>-1.895.935</u>

Notes

	Group	Group	Parent	Parent
	2022	2021	2022	2021
	<i>DKK</i>	<i>DKK</i>	<i>DKK</i>	<i>DKK</i>
6 Distribution of profit/loss				
Retained earnings	35.061.051	249.560.620	35.061.051	249.560.620
Profit/loss for the year	35.061.051	249.560.620	35.061.051	249.560.620

Notes

7 Intangible assets

Group

	Completed development projects	Technology	Brands	Customer relations	Goodwill	Development projects in progress	Intangible assets in total
	DKK	DKK	DKK	DKK	DKK	DKK	DKK
Cost at 1/1 2022	23.213.036	0	46.160.138	146.485.665	467.690.364	6.541.281	690.090.483
Additions for the year	0	0	531.440	0	1.104.997	31.885.378	33.521.814
Acquisition of business combinations	0	181.251.950	248.684.617	563.977.992	1.229.348.322	0	2.223.262.881
Transfers for the year	132.357	0	0	0	0	-132.357	0
Exchange rate adjustments	586.118	-8.347.390	-8.561.423	-16.797.477	-42.493.867	148.186	-75.465.853
Cost at 31/12 2022	<u>23.931.511</u>	<u>172.904.560</u>	<u>286.814.772</u>	<u>693.666.180</u>	<u>1.655.649.816</u>	<u>38.442.488</u>	<u>2.871.409.326</u>
Amortization at 1/1 2022	9.496.677	0	8.517.645	27.030.090	66.263.131	0	111.307.543
Amortization for the year	6.036.285	3.266.166	12.127.008	32.753.734	46.288.151	0	100.471.344
Exchange rate adjustments	199.678	-24.207	385.059	1.264.424	532.472	0	2.357.426
Amortization at 31/12 2022	<u>15.732.639</u>	<u>3.241.959</u>	<u>21.029.712</u>	<u>61.048.248</u>	<u>113.083.755</u>	<u>0</u>	<u>214.136.313</u>
Carrying amount at 31/12 2022	<u>8.198.872</u>	<u>169.662.600</u>	<u>265.785.060</u>	<u>632.617.932</u>	<u>1.542.566.061</u>	<u>38.442.488</u>	<u>2.657.273.013</u>

Notes

8 Property, plant and equipment

	Group				
	Land and buildings	Plant and machinery	Other fixtures and fittings ect.	Leasehold improvement	Prepayments property, plant and equipment
	DKK	DKK	DKK	DKK	DKK
Cost at 1/1 2022	26.760.754	30.045.386	40.611.893	10.861.855	592.201
Additions for the year	18.368.457	3.571.993	4.228.933	321.970	978.260
Disposals for the year	0	-336.341	-91.524	-48.439	0
Acquisition of business combinations	35.641.326	4.696.796	1.517.358	2.311.942	0
Transfers for the year	1.083.181	11.802.037	-23.895.666	17.381.058	-592.201
Exchange rate adjustments	-1.641.893	-271.817	-135.905	192.087	0
Cost at 31/12 2022	80.211.825	49.508.053	22.235.090	31.020.472	978.260
Depreciation at 1/1 2022	1.110.038	20.378.970	9.277.630	3.661.243	0
Depreciation for the year	752.131	5.204.928	2.742.020	5.105.508	0
Depreciation, disposals for the year	-54.607	-109.057	-30.635	-19.403	0
Transfers for the year	308.707	3.692.406	-4.429.232	6.798.737	0
Exchange rate adjustments	-20.023	-35.656	5.721	64.903	0
Depreciation at 31/12 2022	2.096.246	29.131.591	7.565.504	15.610.988	0
Carrying amount at 31/12 2022	78.115.579	20.376.462	14.669.586	15.409.484	978.260

Notes

9 Investments in group enterprises

Cost at 1/1 2022

Additions for the year

Contribution to subsidiary

Cost at 31/12 2022

Revaluation at 1/1 2022

Revaluation for the year

Revaluation at 31/12 2022

Amortizations and impairment at 1/1 2022

Received dividends in the financial year

Exchange rate adjustments

Amortization, depreciation and impairment at 31/12 2022

Carrying amount at 31/12 2022

Equity according to Financial Statements

Goodwill on consolidation

Accumulated amortizations

Carrying amount at 31/12 2022

Parent	
2022	2021
DKK	DKK
487.007.596	487.007.596
0	0
833.296.933	0
1.320.304.529	487.007.596
411.020.458	154.787.446
34.414.745	256.233.012
445.435.203	411.020.458
203.139.819	246.888.905
500.000.000	0
45.288.408	-43.749.086
748.428.227	203.139.819
1.017.311.505	694.888.235
1.017.311.505	694.888.235
9.272.447	9.272.447
-3.245.354	-2.781.732
1.023.338.598	701.378.950

Notes

9 Investments in group enterprises, continued

Group enterprises	Hometown	Share capital	Ownership	Equity	Profit or loss
		DKK	percentage	DKK	DKK
SSI Diagnostica A/S	Hillerød, DK	1.764.200	100%	1.016.146.351	38.062.225
SSI Diagnostica USA LLC	California, US	0	100%	955.283.342	-55.628.282
SSI Consulting (Hangzhou) Co. Ltd	Hangzhou, China	75.620.124	100%	111.865.478	390.648
SSI Diagnostica A/S, DK, Filial	Malmö, Sweden	0	100%	291.911	89.471
Reagensia AB	Malmö, Sweden	0	100%	0	0
CTK Biotech, Inc.	California, US	63.627	100%	57.268.190	50.062.625
Beijing Genesee Biotech, Inc.	Beijing, China	1.407.750	100%	35.895.503	107.329.523
Techlab, Inc	Virginia, US	51.734	100%	235.129.177	28.379.814

10 Deposits

	2022	2021
	DKK	DKK
Cost at 1/1 2022	263.929	263.929
Additions for the year	46.034	0
Disposals for the year	-52.072	0
Cost at 31/12 2022	257.891	263.929
Carrying amount at 31/12 2022	257.891	263.929

11 Work in progress

In the company's inventory of semifinished goods and raw sera (work in progress), several of the products have an infinite expiration time. The management have decided a valuation principle in which the value only accounts for the goods, which are expected to be consumed within the next five years. The value of semifinished goods and raw sera as of 31 December 2021 is DKKm 29.0. There is a certain uncertainty associated with the measurement, but it is the management's opinion, that the uncertainty has been handled appropriately in the valuation.

Notes

	Group	Group	Parent	Parent
	31/12 2022	31/12 2021	31/12 2022	31/12 2021
	DKK	DKK	DKK	DKK
12 Prepayments (receivables)				
Insurance, subscription fees, etc.	8.015.589	3.774.011	28.275	13.000
Total	<u>8.015.589</u>	<u>3.774.011</u>	<u>28.275</u>	<u>13.000</u>

13 Share capital

The share capital consists of 11,058 certificates of DKK 100.

The shares consist of only one share class and include no special rights, preferences or restrictions. All shares are fully paid up

14 Treasury shares

2022

The company owns no treasury shares at 31 December 2022.

2021

The company purchased own issued B shares of DKK 5,000,000 at a total price of DKK 218,000,000 in 2021 following a payment of former shareholder. The company's share capital was in 2021 reduced by DKK 5,000,000 treasury B-shares by annulment of the shares.

The company owned no treasury shares at 31 December 2021.

15 Long-term liabilities other than provisions

	Group	Parent
	2022	2022
	DKK	DKK
Credit institutions:		
Instalments next financial year	88.887.554	0
Debt outstanding between 1 and 5 years	311.112.446	0
Debt outstanding after 5 years	1.081.438.424	0
Total debt	<u>1.481.438.424</u>	<u>0</u>
Other payables:		
Instalments next financial year	50.071.935	0
Debt outstanding between 1 and 5 years	5.290.264	287.174
Debt outstanding after 5 years	0	0
Total debt	<u>55.362.199</u>	<u>287.174</u>

Notes

16 Derivative financial instruments

The Group has entered into agreements in relation to hedging of interest rate risks and exchange rate risks.

The fair value of derivative financial instruments at 31 December 2022 is DKKm 28.8 (2021: DKKm 0) recognised as Other Receivables. The fair value movement on the hedging instruments are recognised in the income statement. The maturity date of the hedging instruments is 30 September 2025.

17 Cash flow - adjustments

	Group	
	<u>2022</u>	<u>2021</u>
	<i>DKK</i>	<i>DKK</i>
Amortisation, depreciation and impairment for loss of intangible and tangible fixed assets	156.026.535	63.881.109
Financial income	-96.898.162	-7.679.799
Financial costs	148.206.830	38.844.987
Tax on profit/loss for the year	<u>-4.216.813</u>	<u>56.707.303</u>
	<u>203.118.390</u>	<u>151.753.600</u>

18 Cash flow - changes in working capital items

	Group	
	<u>2022</u>	<u>2021</u>
	<i>DKK</i>	<i>DKK</i>
Change in inventories	23.278.265	-12.416.706
Change in trade receivables	13.167.811	-17.146.426
Changes in other receivables	2.428.089	17.213.716
Changes in prepayments	-54.675	-1.823.546
Change in trade payables	-17.590.147	17.952.027
Prepayment from customers	-7.758.226	4.611.384
Changes in other payables	-11.802.793	10.118.368
Of which relating to investment activities	<u>1.104.997</u>	<u>-17.162.564</u>
	<u>2.773.320</u>	<u>1.346.254</u>

19 Contingent liabilities

Parent company

The company has submitted an absolute guarantee against SSI Diagnostica A/S' liabilities to credit institutions. In addition, the company has pawned its shares in SSI Diagnostica A/S as security for the company's and SSI Diagnostica A/S's liabilities to credit institutions.

The company is jointly taxed with other group companies and is jointly liable with the other group companies for payable and unsettled corporation and withholding taxes. The total amount for payable corporate tax is shown in the annual report for Adelis Services 1 ApS. Any subsequent corrections to the corporate tax and withholding taxes can lead to a higher liability for the Company.

Notes

20 Contractual obligations

The Group

The Group has entered into lease agreements which are interminable until respectively 2023, 2024, 2025 and 2030. The total lease liability until termination is possible amounts to DKKm 50. The annual rent excl. operation costs and consumption costs amounts in 2022 to DKKm 17.

The Group has provided a guarantee against landlord as security for any debt between landlord and tenant. The guarantee amounts to DKKm 0.9.

21 Related parties

The Company's related parties comprise the following:

Group Companies

SSI Diagnostica USA LLC, California US
 SSI Consulting (Hangzhou) Co. Ltd, Hangzhou, China
 CTK Biotech, Inc., California US
 Beijing Genesee Biotech, Inc., Beijing China
 Techlab, Inc., Virginia

Main shareholder (controlling influence)

SSID Invest AB
 Biblioteksgatan 11, 111 46 Stockholm

In accordance with section 98(c)(7) of the Danish Financial Statements Act, no transactions with related parties have been disclosed as Management believes that all transactions with related parties have been carried out on arm's length basis.

22 Audit fees to auditors appointed at the Annual General Meeting

	Group	Group	Parent	Parent
	31/12 2022	31/12 2021	31/12 2022	31/12 2021
	DKK	DKK	DKK	DKK
PricewaterhouseCoopers				
Audit fee	643.985	801.242	0	108.747
Tax advisory services	2.431.380	1.367.059	423.519	505.244
Non-audit services	200.000	330.110	116.450	0
Total	<u>3.275.365</u>	<u>2.498.411</u>	<u>539.969</u>	<u>613.991</u>
Other audit companies				
Audit fee	331.435	601.527	0	0
Tax advisory services	117.612	145.221	0	0
Non-audit services	2.446.368	433.642	0	0
Total	<u>2.895.415</u>	<u>1.180.390</u>	<u>0</u>	<u>0</u>