

ApS FMD III

Sydmarken 5
2860 Søborg
CVR No. 37808776

Annual report 2022

The Annual General Meeting adopted the
annual report on 09.05.2023

Hans Henrik Pauk Pedersen
Chair of the General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's report	4
Management commentary	7
Income statement for 2022	9
Balance sheet at 31.12.2022	10
Statement of changes in equity for 2022	12
Notes	13
Accounting policies	16

Entity details

Entity

ApS FMD III
Sydmarken 5
2860 Søborg

Business Registration No.: 37808776
Registered office: Gladsaxe
Financial year: 01.01.2022 - 31.12.2022

Board of Directors

Peter Henrik Kürstein-Jensen, Chair
Kim Gulstad, Deputy Chair
Staffan Percy Ternström
Anja Bach Eriksson
Arne Due-Hansen
Allan Bjørn Rasmussen
Mia Bielecki

Executive Board

Rasmus Hother le Fevre, CEO
Hans Henrik Pauk Pedersen, CFO

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 ApS FMD III for the financial year 01.01.2022 - 31.12.2022.

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 31.12.2022 and of the results of its operations for the financial year 01.01.2022 - 31.12.2022.

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.

Søborg, 04.05.2023

Executive Board

Rasmus Hother le Fevre
CEO

Hans Henrik Pauk Pedersen
CFO

Board of Directors

Peter Henrik Kürstein-Jensen
Chair

Kim Gulstad
Deputy Chair

Staffan Percy Ternström

Anja Bach Eriksson

Arne Due-Hansen

Allan Bjørn Rasmussen

Mia Bielecki

Independent auditor's report

To the shareholder of ApS FMD III

Opinion

We have audited the financial statements of ApS FMD III for the financial year 01.01.2022 - 31.12.2022, 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.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2022 and of the results of its operations for the financial year 01.01.2022 - 31.12.2022 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements 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 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 judgement and maintain professional scepticism 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- 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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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 audit 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 audit 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 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 commentary.

Copenhagen, 04.05.2023

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Nikolaj Thomsen

State Authorised Public Accountant
Identification No (MNE) mne33276

Management commentary

Financial highlights

	2022	2021	2020	2019	2018
	DKK'000	DKK'000	DKK'000	DKK'000	DKK'000
Key figures					
Gross profit/loss	(438)	(403)	(356)	(468)	(318)
Operating profit/loss	(438)	(403)	(356)	(468)	(318)
Net financials	(34,039)	(41,814)	(45,980)	(47,181)	(38,142)
Profit/loss for the year	(30,369)	211,280	86,020	67,895	8,802
Total assets	1,527,074	1,644,989	1,517,476	1,517,004	1,521,839
Equity	738,547	768,916	556,231	469,536	671,797
Ratios					
Return on equity (%)	(4.03)	31.89	16.77	11.90	1.00
Equity ratio (%)	48.36	46.74	36.66	30.95	44.14

Financial highlights are defined and calculated in accordance with the current version of "Recommendations & Ratios" issued by the CFA Society Denmark.

Return on equity (%):

$\frac{\text{Profit/loss for the year} * 100}{\text{Average equity}}$

Average equity

Equity ratio (%):

$\frac{\text{Equity} * 100}{\text{Total assets}}$

Total assets

Primary activities

ApS FMD III is a part of the Ferrosan Medical Devices Group. The Entity's primary activities is to own shares and related activities.

Development in activities and finances

The result for 2022 is a loss of 30.369 t.DKK. The Entity's balance as of 31 December 2022 shows a total of 1,527,074 t.DKK and an equity of 738,547 t.DKK.

Profit/loss for the year in relation to expected developments

The result for 2022 is in line with Management's expectations.

Outlook

For 2023, the Entity expects a result in line with 2022 depending on potential dividend from subsidiary.

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 2022

	Notes	2022 DKK'000	2021 DKK '000
Other external expenses		(438)	(403)
Gross profit/loss		(438)	(403)
Income from investments in group enterprises		0	249,700
Other financial income	2	3,025	0
Other financial expenses	3	(37,064)	(41,815)
Profit/loss before tax		(34,477)	207,482
Tax on profit/loss for the year	4	4,108	3,798
Profit/loss for the year	5	(30,369)	211,280

Balance sheet at 31.12.2022

Assets

	Notes	2022 DKK'000	2021 DKK'000
Investments in group enterprises		1,509,849	1,509,849
Financial assets	6	1,509,849	1,509,849
Fixed assets		1,509,849	1,509,849
Receivables from group enterprises		10,525	125,700
Deferred tax	7	0	1,293
Tax receivable		5,809	4,045
Prepayments	8	0	62
Receivables		16,334	131,100
Cash		891	4,040
Current assets		17,225	135,140
Assets		1,527,074	1,644,989

Equity and liabilities

	Notes	2022 DKK'000	2021 DKK'000
Contributed capital		9,800	9,800
Retained earnings		728,747	759,116
Equity		738,547	768,916
Deferred tax	7	14	0
Provisions		14	0
Bank loans		0	747,790
Payables to group enterprises		788,400	0
Non-current liabilities other than provisions	9	788,400	747,790
Current portion of non-current liabilities other than provisions	9	0	128,171
Payables to group enterprises		71	69
Other payables		42	43
Current liabilities other than provisions		113	128,283
Liabilities other than provisions		788,513	876,073
Equity and liabilities		1,527,074	1,644,989
Events after the balance sheet date	1		
Employees	10		
Contingent liabilities	11		
Assets charged and collateral	12		
Related parties with controlling interest	13		
Transactions with related parties	14		
Group relations	15		

Statement of changes in equity for 2022

	Contributed capital DKK'000	Retained earnings DKK'000	Total DKK'000
Equity beginning of year	9,800	759,116	768,916
Profit/loss for the year	0	(30,369)	(30,369)
Equity end of year	9,800	728,747	738,547

Notes

1 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.

2 Other financial income

	2022 DKK'000	2021 DKK'000
Financial income from group enterprises	3,025	0
	3,025	0

3 Other financial expenses

	2022 DKK'000	2021 DKK'000
Other interest expenses	30,527	37,685
Other financial expenses	6,537	4,130
	37,064	41,815

4 Tax on profit/loss for the year

	2022 DKK'000	2021 DKK'000
Current tax	0	473
Change in deferred tax	1,307	(346)
Adjustment concerning previous years	394	120
Refund in joint taxation arrangement	(5,809)	(4,045)
	(4,108)	(3,798)

5 Proposed distribution of profit and loss

	2022 DKK'000	2021 DKK'000
Retained earnings	(30,369)	211,280
	(30,369)	211,280

6 Financial assets

	Investments in group enterprises DKK'000
Cost beginning of year	1,509,849
Cost end of year	1,509,849
Carrying amount end of year	1,509,849

Investments in subsidiaries	Registered in	Corporate form	Equity interest %	Equity DKK'000	Profit/loss DKK'000
Ferrosan Medical Devices Holding A/S	Søborg	A/S	100.00	572,605	(96)

7 Deferred tax

	2022 DKK'000	2021 DKK'000
Provisions	(14)	1,293
Deferred tax	(14)	1,293

Changes during the year	2022 DKK'000	2021 DKK'000
Beginning of year	1,293	948
Recognised in the income statement	(5,809)	(128)
Changes in previous years	4,502	473
End of year	(14)	1,293

Deferred tax assets relates to differences between accounting and tax values of the company's loans.

8 Prepayments

Prepayments consist of prepaid rent and insurance.

9 Non-current liabilities other than provisions

	Due within 12 months 2021 DKK'000	Due after more than 12 months 2022 DKK'000
Bank loans	128,171	0
Payables to group enterprises	0	788,400
	128,171	788,400

10 Employees

The Entity has no employees other than the Executive Board. The Executive Board has not received any remuneration.

11 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Moon HoldCo ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

12 Assets charged and collateral

The Entity has provided security for the Group's bank commitments. The total commitment as pr. 31 December 2022 amounts to DKK 1,855,310 thousand.

13 Related parties with controlling interest

Moon HoldCo ApS, 2860 Søborg, Denmark
Moon MidCo ApS, 2860 Søborg, Denmark
Moon BidCo ApS, 2860 Søborg, Denmark
Ferrosan Medical Devices Group A/S, 2860 Søborg, Denmark

14 Transactions with related parties

Only related party transactions not conducted on an arm's length basis are disclosed in the annual report. No such transactions have been conducted in the financial year.

15 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the largest group:
Moon HoldCo ApS, 2860 Søborg, Denmark

Accounting policies

Reporting class

This annual report has been prepared in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (medium).

The accounting policies applied to these financial statements are consistent with those applied last year.

Consolidated financial statements

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared. Ferrosan Medical Devices Holding A/S and its affiliated entities are included in the consolidated financial statements of Ferrosan Medical Devices Group A/S.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

When recognising foreign subsidiaries and associates that are independent entities, the income statements are translated at average exchange rates for the months that do not significantly deviate from the rates at the transaction date. Balance sheet items are translated using the exchange rates at the balance sheet date. Goodwill is considered belonging to the independent foreign entity and is translated using the exchange rate at the balance sheet date. Exchange differences arising out of the translation of foreign subsidiaries' equity at the beginning of the year at the balance sheet date exchange rates and out of the translation of income statements

from average rates to the exchange rates at the balance sheet date are recognised directly in the translation reserve in equity.

Exchange adjustments of outstanding accounts with independent foreign subsidiaries, which are considered part of the total investment in the subsidiary in question, are recognised directly in the translation reserve in equity.

When recognising foreign subsidiaries that are integral entities, monetary assets and liabilities are translated using the exchange rates at the balance sheet date. Non-monetary assets and liabilities are translated at the exchange rate at the time of acquisition or the time of any subsequent revaluation or writedown. The items of the income statement are translated at the average rates of the months; however, items deriving from non-monetary assets and liabilities are translated using the historical rates applicable to the relevant non-monetary items.

Income statement

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including administrative expenses for. This item also includes write downs of receivables recognised in current assets.

Income from investments in group enterprises

Income from investments in group enterprises comprises dividends etc received from the individual group enterprises in the financial year.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, and transactions in foreign currencies and tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, and tax surcharge under the Danish Tax Prepayment Scheme etc.

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

Investments in group enterprises

Investments in group enterprises are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less write downs for bad and doubtful debts.

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.

Tax payable or receivable

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

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.

Cash flow statement

Referring to section 86(4) of the Danish Financial Statements Act, the Entity has not prepared a cash flow statement as such statement is included in the consolidated cash flow statement of Ferrosan Medical Devices Group A/S, CVR. No. 37808342.