

**Ingka Centres Investments Five A/S**  
**ANNUAL REPORT**  
**1 September 2019 – 31 August 2020**  
**4TH FINANCIAL YEAR**

The annual report has been discussed and approved at the Company's annual general assembly on 13 /1 2021.

DocuSigned by:

*Gerard Groener*

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Tord Andersson  
Chairman of the AGM

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## COMPANY INFORMATION

Company	Ingka Centres Investments Five A/S Mårkærvej 15 2630 Taastrup
Board of Directors	Gerardus Groener Anna Ulrike Andersson Milen Mitkov Gentchev
Board of Executives	John Rasmussen
Shareholder	Ingka Centres A/S Mårkærvej 15 2630 Taastrup
Principal activities	The company's principal activities are trade, investment and financing and any other related business.

## MANAGEMENT REVIEW

### The business

The group of Ingka Centres develops and operates Meeting Places for the many people anchored by IKEA stores. The group offers great opportunities to develop Meeting Places of the future, strengthen relations with tenants and spread retail ideas across borders. The group of Ingka Centres strives to create unique Meeting Places where both the IKEA store and tenants benefit from the synergy created by being located side by side.

Ingka Centres Investment Five A/S owns one Meeting Place under development in China through its Dutch subsidiary.

### Development in the financial year and result for the year

This year's result amounts to DKK -25 thousand compared to DKK -1.446 thousand last year.

As the outbreak of Covid-19 occurred before 31 August 2020 the effect of the uncertainties have been reflected in the valuation of the company's underlying assets and thus reflected in the company's annual accounts.

### Events after the end of the financial year

No events have taken place after the closing of the financial year.

## STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The Board of Directors and the Board of Executive have today discussed and approved the annual report of Ingka Centres Investment Five A/S for the financial year 1 September 2019 - 31 August 2020.

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

The board of directors and board of executives consider the conditions for audit exemption to be fulfilled and thus have decided to maintain the opt out of audit.

It is our opinion that the financial statements give a true and fair view of the Company's financial position at 31 August 2020 and of the results of the Company's operations for the financial year 1 September 2019 – 31 August 2020.

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

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

Taastrup, 12 January 2021

Board of Executives

DocuSigned by:  
*John Rasmussen*  
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John Rasmussen

Board of Directors:

DocuSigned by:  
*Gerard Groener*  
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Gerardus Groener

DocuSigned by:  
*Milen Gentshev*  
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Milen Mitkov Gentshev

DocuSigned by:  
*Anna Andersson*  
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Anna Ulrike Andersson

**INCOME STATEMENT**

	<b>1 Sep 2019 - 31 Aug 2020</b>	<b>1 Sep 2018 - 31 Aug 2019</b>
<b>Note</b>	DKK '000	DKK '000
Other operating income	0	9
Other external expenses	-35	-1452
Other financial income	3	0
Other financial expenses	2      0	-2
<b>PROFIT BEFORE TAX</b>	<b>-32</b>	<b>-1.445</b>
Tax on profit	7	-1
<b>PROFIT FOR THE YEAR</b>	<b>-25</b>	<b>-1.446</b>
<b>PROPOSED DISTRIBUTION OF PROFIT</b>		
Retained profit	-25	-1.446

**BALANCE SHEET**

<b>ASSETS</b>	<b>Note</b>	<b>31 Aug 2020 DKK '000</b>	<b>31 Aug 2019 DKK '000</b>
<b>Financial assets</b>			
Investments in group enterprises	3	2.985.134	2.983.642
<b>TOTAL FIXED ASSETS</b>		<b>2.985.134</b>	<b>2.983.642</b>
<b>Current Assets</b>			
Receivables from group enterprises		22	17
Cash at banks		392	389
		<b>414</b>	<b>406</b>
<b>TOTAL ASSETS</b>		<b>2.985.548</b>	<b>2.984.048</b>

**BALANCE SHEET 31. AUGUST**

<b>EQUITY AND LIABILITIES</b>	<b>Note</b>	<b>31 Aug 2020 DKK '000</b>	<b>31 Aug 2019 DKK '000</b>
<b>Equity</b>	4		
Share capital		521	521
Share premium account		2.983.232	2.983.232
Retained profit		-1.302	-1.277
		<b>2.982.451</b>	<b>2.982.476</b>
Liabilities to group enterprises		3.080	1.572
Other short term liabilities		17	0
<b>Current liabilities</b>		<b>3.097</b>	<b>1.572</b>
<b>LIABILITIES</b>		<b>3.097</b>	<b>1.572</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2.985.548</b>	<b>2.984.048</b>
Number of employees	5		
Ownership	6		
Contractual obligations and contingencies, etc.	7		

**Note 1****ACCOUNTING POLICIES**

The Financial statements of Ingka Centres Investments Five A/S for 1 September 2019 - 31 August 2020 have been prepared in accordance with the Danish Financial Statements Act as regards reporting class B enterprises with options from higher reporting classes.

The financial statements have been prepared in accordance with the same accounting policies as last year.

**Reporting currency**

The financial statements are presented in DKK.

**Principal accounting policies**

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

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

Liabilities are recognised in the balance sheet when it is likely that future economic benefits will flow out of the company and the value of the liability can be measured reliably.

The initial recognition measures assets and liabilities at cost. Subsequently, assets and liabilities are measured as described in the following for each item.

Certain financial assets and liabilities are measured at amortised cost, recognising a constant effective interest over the term. Amortised cost is stated at initial cost less any deductions and with addition/deduction of the accumulated amortisation of the difference between cost and nominal amount.

The recognition and measurement takes into account predictable losses and risks arising before the year-end reporting and which prove or disprove matters that existed at the balance sheet date.

**Foreign currency translation**

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and at the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

In accordance with section 112(1) of the Danish Financial Statements Act, consolidated financial statements have not been prepared.

**INCOME STATEMENT****Other external expenses**

Other external expenses include expenses related to administration, etc.



**Financial income and expenses**

Financial income and expenses include interest income and expenses, realised and unrealised gains and losses arising from investments in financial assets, debt and transactions in foreign currencies, amortisation of financial assets and liabilities as well as charges 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 for the year**

The 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 that can be attributed to profit for the year.

**BALANCE SHEET****Investment in group enterprises**

Investments in subsidiaries are measured at cost. If cost exceeds the recoverable amount, a write-down is made to this lower value.

Dividends from subsidiaries are recognized in the income statement for that accounting year, in which the dividend is declared. However, if the distributed dividend exceeds the accumulated earnings after the acquisition, the cost of the investment is reduced by the exceeding amount.

**Impairment of non-current assets**

The carrying amount of investments in subsidiaries is subject to an annual test for indications of impairment.

Impairment tests are conducted of individual assets when there is an indication that they may be impaired. Write-down is made to the recoverable amount if this is lower than the carrying amount.

The recoverable amount is the higher of an asset's net selling price and its value in use. The value in use is determined as the present value of the anticipated net cash flows from the use of the asset or group of assets.

**Receivables from group enterprises**

Receivables from group enterprises are measured at amortised cost which usually corresponds to nominal value. Write-downs are provided to meet expected losses.

**Financial liabilities**

Financial liabilities are measured at amortised cost which usually corresponds to nominal value.

**Tax**

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

The Company and its Danish group entities are jointly taxed. The total Danish income tax charge is allocated between profit/loss-making Danish entities in proportion to their taxable income (full absorption).

Jointly taxed entities entitled to a tax refund are reimbursed by the management company based on the rates applicable to interest allowances, and jointly taxed entities which have paid too little tax pay a surcharge according to the rates applicable to interest surcharges to the management company.

**NOTES****1 Sept 2019 - 1 Sept 2018 -  
31 Aug 2020 31 Aug 2019**

DKK '000                      DKK '000

**Note 2****Other financial expenses**

Other interest expenses including foreign exchange gains

-2                      0  
-2                      0**Note 3****Investments in group enterprises**

Cost 1 September

2.983.642                      2.973.236

Investments in group enterprises

1.492                      10.406

**Cost at 31 August****2.985.134                      2.983.642****Impairment at 31 August****0                      0****Carrying amount 31 August****2.985.134                      2.983.642**

<b>Name of group enterprise and ownership</b>	<b>Ownership</b>	<b>Equity 31 August 2020</b>	<b>Result 1 Sep 2019 - 31 Aug 2020</b>
Ingka Centres Investments Five B.V.	100%	2.970.540	-3

	<b>Share capital</b>	<b>Share premium</b>	<b>Retained profit</b>	<b>Total</b>
	DKK '000	DKK '000	DKK '000	DKK '000
<b>Note 4</b>				
<b>Equity</b>				
Equity 1 September	521	2.983.232	-1.277	2.982.476
Capital increase	0	0	0	0
Proposed distribution of profit for the year	0	0	-25	-25
<b>Equity 31 August</b>	<b>521</b>	<b>2.983.232</b>	<b>-1.302</b>	<b>2.982.451</b>

## NOTES

### Note 4 cont. Share capital

**2020**  
EUR '000

The share capital is divided as follows:  
70 shares in the denomination of EUR 100

70

### Movements in share capital:

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
	DKK '000	DKK '000	DKK '000	DKK '000
1 September	521	521	521	0
Capital increase	0	0	0	521
31 August	<b>521</b>	<b>521</b>	<b>521</b>	<b>521</b>

### Note 5

The company has no employees.

### Note 6

#### Ownership

The following shareholders are recorded in the company's register of shareholders as owning minimum 5% of the votes or the share capital:

Ingka Centres A/S, Denmark (majority shareholder)

The largest and smallest group consolidated financial statements that the company is part of are prepared by:

Ingka Holding B.V., The Netherlands, commercial reg. no. 33773748

### Note 7

#### Contractual obligations and contingencies, etc.

#### Contingent liabilities

The Company is jointly taxed with IKEA A/S, which acts as management company, and is jointly and severally with other jointly taxed group entities for payment of income taxes from the entry.