

# Money PropCo I ApS

Vestagervej 5, 2100 København K

CVR no. 38 13 85 96

## Annual report 2020

Approved at the Company's annual general meeting on 16 April 2021

Chair of the meeting:



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The following is a translation of an original Danish document. The original Danish document is the governing document for all purposes, and in case of any discrepancy, the Danish wording will be applicable.





## Contents

Statement by the Executive Board	2
Independent auditor's report	3
Management's review	5
Financial statements 1 January - 31 December	6
Income statement	6
Balance sheet	7
Statement of changes in equity	8
Notes to the financial statements	9

## Statement by the Executive Board

Today, the Executive Board has discussed and approved the annual report of Money PropCo I ApS for the financial year 1 January - 31 December 2020.

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

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

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

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

Copenhagen, 16 April 2021

Executive Board:



Chalotte Köhne  
Managing Director

## Independent auditor's report

To the shareholders of Money PropCo I ApS

### Opinion

We have audited the financial statements of Money PropCo I ApS for the financial year 1 January - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

### Basis for opinion

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

### Independence

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements.

### 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 Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to 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 the 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.

## Independent auditor's report

- ▶ 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.
- ▶ 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 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 Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, 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's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the 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 the Management's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 16 April 2021  
EY Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28



Henrik Reedtz  
State Authorised Public Accountant  
mne24830

## Management's review

### Company details

Name	Money PropCo I ApS
Address, Postal code, City	Vestagervej 5, 2100 København K
CVR no.	38 13 85 96
Established	26 October 2016
Registered office	København
Financial year	1 January - 31 December
Executive Board	Chalotte Köhne, Managing Director
Auditors	EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark

### Management commentary

#### Business review

The Company's purpose is to invest in real estate located in Denmark, including renting, developing and selling such real estate.

#### Financial review

The income statement for 2020 shows a profit of DKK 14,511,346 against a profit of DKK 12,606,116 last year, and the balance sheet at 31 December 2020 shows equity of DKK 139,689,786.

#### Events after the balance sheet date

As the company's purpose is investment in properties, the Company is affected by changes in the property market, including the general level of interest rates and economic conditions.

As the COVID-19 pandemic is ongoing, uncertainties remain over its extent, duration and consequential economic and business impacts, and governments continue to assess and implement measures in response to the pandemic.

Within Denmark, we can see a high number of transactions in the market that demonstrate there is not a significant impact on interest in or allocation of capital to investment properties due to COVID-19. From these transactions and our assessment of the key judgements and estimates used in the property valuations, we do not note any significant valuation uncertainty relating to the investment properties.

#### Outlook

The expectation for 2021 is a Gross profit similar to the Gross profit for 2020.

## Financial statements 1 January - 31 December

### Income statement

Note	DKK	2020	2019
	Gross profit	13,247,397	17,381,628
	Fair value adjustment of investment property	8,158,923	4,826,810
	Profit before net financials	21,406,320	22,208,438
2	Financial income	144,334	59,354
3	Financial expenses	-2,912,851	-6,117,402
	Profit before tax	18,637,803	16,150,390
4	Tax for the year	-4,126,457	-3,544,274
	Profit for the year	<u>14,511,346</u>	<u>12,606,116</u>
	Recommended appropriation of profit		
	Retained earnings	<u>14,511,346</u>	<u>12,606,116</u>
		<u>14,511,346</u>	<u>12,606,116</u>

## Financial statements 1 January - 31 December

### Balance sheet

Note	DKK	2020	2019
	<b>ASSETS</b>		
	Fixed assets		
5	Property, plant and equipment		
6	Investment property	253,675,628	260,700,000
	Lease incentive	9,324,372	0
		<u>263,000,000</u>	<u>260,700,000</u>
	<b>Total fixed assets</b>	<u>263,000,000</u>	<u>260,700,000</u>
	<b>Non-fixed assets</b>		
	Trade receivables	762	0
	Receivables from group entities	2,092,796	4,447,211
	Corporation tax receivable	155,654	0
	Prepayments	133,623	145,724
		<u>2,382,835</u>	<u>4,592,935</u>
	Cash	20,739,144	23,284,213
	<b>Total non-fixed assets</b>	<u>23,121,979</u>	<u>27,877,148</u>
	<b>TOTAL ASSETS</b>	<u>286,121,979</u>	<u>288,577,148</u>
	<b>EQUITY AND LIABILITIES</b>		
	Equity		
	Share capital	60,000	60,000
	Retained earnings	139,629,786	125,118,440
	<b>Total equity</b>	<u>139,689,786</u>	<u>125,178,440</u>
	Provisions		
	Deferred tax	12,749,334	12,019,252
	<b>Total provisions</b>	<u>12,749,334</u>	<u>12,019,252</u>
	Liabilities other than provisions		
	Non-current liabilities other than provisions		
	Mortgage debt	105,149,351	121,354,503
	Other payables	1,788,801	2,261,872
		<u>106,938,152</u>	<u>123,616,375</u>
	Current liabilities other than provisions		
	Short-term part of long-term liabilities other than provisions	5,687,812	3,393,071
	Trade payables	1,411,940	281,319
	Payables to group entities	17,175,299	19,000,483
	Corporation tax payable	0	3,402,740
	Other payables	2,469,656	1,685,468
		<u>26,744,707</u>	<u>27,763,081</u>
		<u>133,682,859</u>	<u>151,379,456</u>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<u>286,121,979</u>	<u>288,577,148</u>

- 1 Accounting policies
- 7 Contractual obligations and contingencies, etc.
- 8 Collateral



## Financial statements 1 January - 31 December

## Statement of changes in equity

DKK	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2020	60,000	125,118,440	125,178,440
Transfer through appropriation of profit	0	14,511,346	14,511,346
Equity at 31 December 2020	<u>60,000</u>	<u>139,629,786</u>	<u>139,689,786</u>

## Financial statements 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies

The annual report of Money PropCo I ApS for 2020 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

Effective from the financial year 2020, the Company has implemented amending act no. 1716 of 27 December 2018 to the Danish Financial Statements Act. The implementation of the amending act has not affected the Company's accounting policies on recognition and measurement of assets and liabilities but has solely entailed a requirement for further disclosures. The accounting policies used in the preparation of the financial statements are consistent with those of last year.

#### Reporting currency

The financial statements are presented in Danish kroner (DKK).

#### Derivative financial instruments

On initial recognition, derivative financial instruments are recognised at cost in the balance sheet and are subsequently measured at fair value. Positive and negative fair values of derivative financial instruments are presented as separate items in the balance sheet.

#### Income statement

##### Revenue

The Company has chosen IAS 11/IAS 18 as interpretation for revenue recognition.

Rental income receivables from operating leases are recognised on a straight-line basis over the term of the lease.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

##### Gross profit

With reference to section 32 of the Danish Financial Statements Act, the items 'revenue', 'property expenses' and 'other external expenses' are consolidated into one item designated 'Gross margin'.

##### Property expenses

Property expenses include expenses relating to renting out the Company's investment property, including expenses relating to running and maintaining such property.

##### Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to advertising, administration, etc.

## Financial statements 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that concern the financial year. Net financials include interest income and expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

##### 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.

##### Balance sheet

##### Investment property

On initial recognition, investment property is measured at cost. Investment property is subsequently measured at fair value, and the value adjustment for the year is recognised in the income statement under the item "Fair value adjustment of investment property". The fair value is based on the expected future cash flows for the investment property.

##### Receivables

Receivables are measured at amortised cost.

The Company has chosen IAS 39 as interpretation for impairment of financial receivables.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

##### Prepayments

Prepayments recognised under "Assets" comprise prepaid expenses regarding subsequent financial reporting years.

## Financial statements 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Cash

Cash comprises cash and short term securities which are readily convertible into cash and subject only to minor risks of changes in value.

##### Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured according to the liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the expected value of their utilisation; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

##### Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

##### Fair value

The fair value measurement is based on the principal market. If no principal market exists, the measurement is based on the most advantageous market, i.e. the market that maximises the price of the asset or liability less transaction and/or transport costs.

All assets and liabilities which are measured at fair value, or whose fair value is disclosed, are classified based on the fair value hierarchy, see below:

Level 1: Value in an active market for similar assets/liabilities

Level 2: Value based on recognised valuation methods on the basis of observable market information

Level 3: Value based on recognised valuation methods and reasonable estimates (non-observable market information).

## Financial statements 1 January - 31 December

### Notes to the financial statements

DKK		2020	2019	
2	Financial income			
	Interest receivable, group entities	72,654	59,354	
	Other financial income	71,680	0	
		<u>144,334</u>	<u>59,354</u>	
3	Financial expenses			
	Interest expenses, group entities	674,816	2,893,261	
	Other financial expenses	2,238,035	3,224,141	
		<u>2,912,851</u>	<u>6,117,402</u>	
4	Tax for the year			
	Estimated tax charge for the year	3,261,786	3,402,740	
	Deferred tax adjustments in the year	730,082	141,534	
	Tax adjustments, prior years	134,589	0	
		<u>4,126,457</u>	<u>3,544,274</u>	
5	Property, plant and equipment			
	DKK	Investment property	Lease incentive	Total
	Cost at 1 January 2020	207,094,179	0	207,094,179
	Additions	673,474	11,062,814	11,736,288
	Disposals	-10,502,381	0	-10,502,381
	Cost at 31 December 2020	<u>197,265,272</u>	<u>11,062,814</u>	<u>208,328,086</u>
	Revaluations at 1 January 2020	53,605,821	0	53,605,821
	Value adjustments for the year	8,158,923	0	8,158,923
	Reversal of accumulated revaluation of disposals	-5,354,388	0	-5,354,388
	Revaluations at 31 December 2020	<u>56,410,356</u>	<u>0</u>	<u>56,410,356</u>
	Depreciation	<u>0</u>	<u>1,738,442</u>	<u>1,738,442</u>
	Impairment losses and depreciation at 31 December 2020	<u>0</u>	<u>1,738,442</u>	<u>1,738,442</u>
	Carrying amount at 31 December 2020	<u>253,675,628</u>	<u>9,324,372</u>	<u>263,000,000</u>

Note 8 provides more details on security for loans, etc. as regards property, plant and equipment.

## Financial statements 1 January - 31 December

### Notes to the financial statements

#### 6 Investment property

##### Valuation method and techniques

The investment properties are sold in beginning of 2021 and hence the value of DKK 263.000.000 is used as the fair value.

#### 7 Contractual obligations and contingencies, etc.

##### Other contingent liabilities

The Company is jointly taxed with its parent, Tempus Holdings 10 S.á.r.l., which acts as management company, and is jointly and severally liable with other jointly taxed group entities for payment of income taxes for the income year 2017 onwards as well as withholding taxes on interest, royalties and dividends falling due for payment on or after 26. October 2016.

#### 8 Collateral

As security for the Company's debt to banks, creditors and other suppliers, the Company has placed assets for DKK 263,000,000.

The debt to the banks has been issued as loans to all of the Money Propco Companies, so the company is liable for the total debt for the group.