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# ***SKIOLD JYDEN CHINA HOLDING A/S***

Idomvej 2, DK-7570 Vemb

## **Annual Report for 1 January - 31 December 2022**

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CVR No 38 15 18 27

The Annual Report was  
presented and adopted at  
the Annual General  
Meeting of the Company on  
29/6 2023

Rasmus Sandorff Jacobsen  
Chairman of the General  
Meeting

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# **Management's Statement**

The Executive Board and Board of Directors have today considered and adopted the Annual Report of SKIOLD JYDEN CHINA HOLDING A/S for the financial year 1 January - 31 December 2022.

The Annual Report is prepared in accordance with the Danish Financial Statements Act. The Company complies with the exemption provisions governing the omission to have its Financial Statements audited.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2022 of the Company and of the results of the Company operations for 2022.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Bur, 29 June 2023

## **Executive Board**

Morten Rosager Andersen  
CEO

## **Board of Directors**

Rasmus Sandorff Jacobsen  
Chairman

Henrik Hilbert Overbye

Morten Rosager Andersen

# **Practitioner's Statement on Compilation of Financial Statements**

To the Management of SKIOLD JYDEN CHINA HOLDING A/S

We have compiled the Financial Statements of SKIOLD JYDEN CHINA HOLDING A/S for the financial year 1 January - 31 December 2022 on the basis of the Enterprise's accounting records and other information you have provided.

The Financial Statements comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies.

We performed our work in accordance with ISRS 4410, Engagements to Compile Financial Information.

Based on our professional expertise, we have assisted you with the preparation and presentation of the Financial Statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Act on Approved Auditors and Audit Firms and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code), including the principles of integrity, objectivity, professional competence and due care.

The Financial Statements and the accuracy and completeness of the information forming the basis of the compilation of the Financial Statements are your responsibility.

As an engagement to compile financial information is not an assurance engagement, we are under no duty to verify the accuracy or completeness of the information you provided to us to compile the Financial Statements. Accordingly, we express no audit opinion or review opinion as to whether the Financial Statements have been prepared in accordance with the Danish Financial Statements Act.

Herning, 29 June 2023

**PricewaterhouseCoopers**

Statsautoriseret Revisionspartnerselskab

*CVR No 33 77 12 31*

Poul Spencer Poulsen  
State Authorised Public Accountant  
mne23324

Hans Jørgen Andersen  
State Authorised Public Accountant  
mne30211

## **Company Information**

### **The Company**

SKIOLD JYDEN CHINA HOLDING A/S  
Idomvej 2  
DK-7570 Vemb

CVR No: 38 15 18 27

Financial period: 1 January - 31 December

Municipality of reg. office: Holstebro

### **Board of Directors**

Rasmus Sandorff Jacobsen, Chairman  
Henrik Hilbert Overbye  
Morten Rosager Andersen

### **Executive Board**

Morten Rosager Andersen

### **Auditors**

PricewaterhouseCoopers  
Statsautoriseret Revisionspartnerselskab  
Platanvej 4  
DK-7400 Herning

## Income Statement 1 January - 31 December

	Note	2022 DKK	2021 DKK
<b>Gross profit/loss</b>		<b>0</b>	<b>-25.800</b>
Income from investments in subsidiaries		2.720.109	-1.285.817
Financial income	2	78.420	292.102
Financial expenses		-76.350	-151
<b>Profit/loss before tax</b>		<b>2.722.179</b>	<b>-1.019.666</b>
Tax on profit/loss for the year	3	-9.991	-58.553
<b>Net profit/loss for the year</b>		<b>2.712.188</b>	<b>-1.078.219</b>

## Distribution of profit

	2022 DKK	2021 DKK
<b>Proposed distribution of profit</b>		
Retained earnings	2.712.188	-1.078.219
	<b>2.712.188</b>	<b>-1.078.219</b>

## Balance Sheet 31 December

	Note	2022 DKK	2021 DKK
<b>Assets</b>			
Investments in subsidiaries	4	0	0
<b>Fixed asset investments</b>		<b>0</b>	<b>0</b>
Receivables from group enterprises		0	104.147
Other receivables		104.147	0
<b>Receivables</b>		<b>104.147</b>	<b>104.147</b>
<b>Cash at bank and in hand</b>		<b>22.858</b>	<b>17.576</b>
<b>Currents assets</b>		<b>127.005</b>	<b>121.723</b>
<b>Assets</b>		<b>127.005</b>	<b>121.723</b>
<b>Liabilities and equity</b>			
Share capital		1.000.000	1.000.000
Retained earnings		-4.017.333	-6.854.731
<b>Equity</b>		<b>-3.017.333</b>	<b>-5.854.731</b>
Provisions relating to investments in group enterprises		3.122.928	5.917.901
<b>Provisions</b>		<b>3.122.928</b>	<b>5.917.901</b>
Payables to group enterprises		11.419	0
Payables to group enterprises relating to corporation tax		9.991	58.553
<b>Short-term debt</b>		<b>21.410</b>	<b>58.553</b>
<b>Debt</b>		<b>21.410</b>	<b>58.553</b>
<b>Liabilities and equity</b>		<b>127.005</b>	<b>121.723</b>
Key activities	1		
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## Statement of Changes in Equity

	<u>Share capital</u> DKK	<u>Retained earnings</u> DKK	<u>Total</u> DKK
Equity at 1 January	1.000.000	-6.854.731	-5.854.731
Exchange adjustments relating to foreign entities	0	125.210	125.210
Net profit/loss for the year	0	2.712.188	2.712.188
<b>Equity at 31 December</b>	<b><u>1.000.000</u></b>	<b><u>-4.017.333</u></b>	<b><u>-3.017.333</u></b>



# Notes to the Financial Statements

## 1 Key activities

The company's purpose is to hold shares in other companies.

## 2 Financial income

Interest received from group enterprises  
Exchange gains

	<u>2022</u> DKK	<u>2021</u> DKK
Interest received from group enterprises	78.420	79.888
Exchange gains	<u>0</u>	<u>212.214</u>
	<u><b>78.420</b></u>	<u><b>292.102</b></u>

## 3 Tax on profit/loss for the year

Current tax for the year

Current tax for the year	<u>9.991</u>	<u>58.553</u>
	<u><b>9.991</b></u>	<u><b>58.553</b></u>

## Notes to the Financial Statements

	2022	2021
	DKK	DKK
<b>4 Investments in subsidiaries</b>		
Cost at 1 January	2.243.689	2.243.689
Additions for the year	1.049.799	0
Cost at 31 December	<u>3.293.488</u>	<u>2.243.689</u>
Value adjustments at 1 January	-10.378.477	-8.580.947
Exchange adjustment	144.806	-515.863
Net profit/loss for the year	-115.944	-75.930
Other adjustments	2.735.705	-1.205.737
Value adjustments at 31 December	<u>-7.613.910</u>	<u>-10.378.477</u>
Equity investments with negative net asset value amortised over receivables	<u>1.197.494</u>	<u>2.216.887</u>
Equity investments with negative net asset value transferred to provisions	<u>3.122.928</u>	<u>5.917.901</u>
<b>Carrying amount at 31 December</b>	<u><b>0</b></u>	<u><b>0</b></u>

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Votes and ownership
Jyden Animal Housing (Qingdao) Co., Ltd.	China, Shandong	USD 350.834	100%

## 5 Contingent assets, liabilities and other financial obligations

The company and the subsidiary are both part of the SKIOLD Group. The SKIOLD Group intends to support the ongoing operations of Group companies.

The group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable is disclosed in the Annual Report of SKIOLD Group A/S, which is the management company of the joint taxation purposes. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

# Notes to the Financial Statements

## 6 Accounting Policies

The Annual Report of SKIOLD JYDEN CHINA HOLDING A/S for 2022 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2022 are presented in DKK.

### Consolidated financial statements

With reference to section 110 of the Danish Financial Statements Act, no consolidated financial statements are prepared.

### Recognition and measurement

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 recognised 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.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

### 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 are 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.

# Notes to the Financial Statements

## 6 Accounting Policies (continued)

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

## Income Statement

### Other external expenses

Other external expenses comprise expenses for premises as well as office expenses, etc.

### Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of other external expenses.

### Income from investments in subsidiaries

The item “Income from investments in subsidiaries” in the income statement includes the proportionate share of the profit for the year.

### Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

### Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with SKIOLD Group A/S and other Danish enterprises in the associated joint taxation. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

## Balance Sheet

### Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The item “Investments in subsidiaries” in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised intercompany profits or losses.

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to “Reserve for net revaluation under the equity method” under equity. The reserve is reduced by dividend

## **Notes to the Financial Statements**

### **6 Accounting Policies** (continued)

distributed to the Parent Company and adjusted for other equity movements in the subsidiaries.

Subsidiaries with a negative net asset value are recognised at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

#### **Receivables**

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts. Provisions for bad debts are determined on the basis of an individual assessment of each receivable, and in respect of trade receivables, a general provision is also made based on the Company's experience from previous years.

#### **Financial debts**

Debts are measured at amortised cost, substantially corresponding to nominal value.