

# AdaptVac ApS

Nordre Fasanvej 215, 2000 Frederiksberg

Company reg. no. 38 73 27 30

## Annual report

### 2023

The annual report was submitted and approved by the general meeting on the 13 May 2024.

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Morten Agertoug Nielsen  
Chairman of the meeting

Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

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## Management's statement

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Today, the Board of Directors and the Executive Board have approved the annual report of AdaptVac ApS for the financial year 2023.

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

We consider the chosen accounting policy to be appropriate, and in our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year 1 January – 31 December 2023.

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

We recommend that the annual report be approved at the Annual General Meeting.

Frederiksberg, 13 May 2024

### Executive board

Willem Adriaan De Jongh

Adam Frederik Sander Bertelsen

### Board of directors

Morten Agertoug Nielsen

Jacob Hjulmand

Allan Rosetzsky

Ali El-Salanti

Adam Frederik Sander Bertelsen

## Independent auditor's report

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### To the Shareholders of AdaptVac ApS

#### Opinion

We have audited the financial statements of AdaptVac ApS for the financial year 1 January - 31 December 2023, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes, for the Company. The financial statements are prepared under 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 2023, and of the results of the Company's operations for the financial year 1 January - 31 December 2023 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 are independent of the Company 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 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 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.

## Independent auditor's report

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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.
- 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 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 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.

## **Independent auditor's report**

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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 Financial Statements Act.

Based on the work we have performed, we conclude that 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 Management's Review.

Glostrup, 13 May 2024

### **PKF Munkebo Eriksen Funch**

State Authorised Public Accountants  
Company reg. no. 14 11 92 99

Thomas Funch  
State Authorised Public Accountant  
mne47782

## Company information

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**The company**

AdaptVac ApS  
Nordre Fasanvej 215  
2000 Frederiksberg

Company reg. no. 38 73 27 30  
Established: 22 June 2017  
Domicile: Frederiksberg municipality  
Financial year: 1 January - 31 December  
7th financial year

**Board of directors**

Morten Agertoug Nielsen  
Jacob Hjulmand  
Allan Rosetzky  
Ali El-Salanti  
Adam Frederik Sander Bertelsen

**Executive board**

Willem Adriaan De Jongh  
Adam Frederik Sander Bertelsen

**Auditors**

PKF Munkebo Eriksen Funch, Statsautoriseret Revisions aktie selskab  
Hovedvejen 56  
2600 Glostrup

**Bankers**

Danske Bank, Holmens Kanal 2, 1092 København K

**Parent company**

NextGen Vaccines Holding ApS

## Financial highlights

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| DKK in thousands.                            | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> |
|--|-------------|-------------|-------------|-------------|-------------|
| <b>Income statement:</b>                     |             |             |             |             |             |
| Gross profit                                 | 69.205      | -1.707      | 1.322       | 20.726      | 1.417       |
| Profit from operating activities             | 64.035      | -5.802      | -2.022      | 18.820      | -237        |
| Net financials                               | 11          | -82         | -261        | -104        | 0           |
| Net profit or loss for the year              | 50.886      | -4.795      | -1.782      | 15.460      | -185        |
| <b>Statement of financial position:</b>      |             |             |             |             |             |
| Balance sheet total                          | 98.167      | 14.015      | 15.194      | 38.468      | 1.372       |
| Investments in property, plant and equipment | 0           | 69          | 0           | 0           | 0           |
| Equity                                       | 58.648      | 7.762       | 12.557      | 15.339      | -122        |
| <b>Employees:</b>                            |             |             |             |             |             |
| Average number of full-time employees        | 6           | 6           | 5           | 3           | 3           |



## Management's review

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### Description of key activities of the company

Like previous years, the activities comprise research and development of biotechnology.

For more information, see the company's website [www.adaptvac.com](http://www.adaptvac.com).

### Development in activities and financial matters

The gross profit for the year totals DKK 69.205.437 against DKK -1.707.085 last year. Income or loss from ordinary activities after tax totals DKK 50.885.920 against DKK -4.794.662 last year. Management considers the net profit or loss for the year satisfactory.

### Events occurring after the end of the financial year

No events have occurred subsequent to the balance sheet date which would have material impact on the financial position of the company.

## Accounting policies

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The annual report for AdaptVac ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

### Recognition and measurement in general

Income is recognised in the income statement concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs are recognised in the income statement, including depreciations amortisations, write-downs for impairment, provisions, and reversals due to changes in estimated amounts previously recognised in the income statement.

Assets are recognised in the statement of financial position when it seems probable that future economic benefits will flow to the company and the value of the asset can be reliably measured.

Liabilities are recognised in the statement of financial position when it is seems probable that future economic benefits will flow out of the company and the value of the liability can be reliably measured.

Assets and liabilities are measured at cost at the initial recognition. Hereafter, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost, allowing a constant effective interest rate to be recognised during the useful life of the asset or liability. Amortised cost is recognised as the original cost less any payments, plus/less accrued amortisations of the difference between cost and nominal amount. In this way, capital losses and gains are allocated over the useful life of the liability.

Upon recognition and measurement, allowances are made for such predictable losses and risks which may arise prior to the presentation of the annual report and concern matters that exist on the reporting date.

### Foreign currency translation

Transactions in foreign currency are translated by using the exchange rate prevailing at the date of the transaction. Differences in the rate of exchange arising between the rate at the date of transaction and the rate at the date of payment are recognised in the profit and loss account as an item under net financials. If currency positions are considered to hedge future cash flows, the value adjustments are recognised directly in equity in a fair value reserve.

Receivables, payables, and other foreign currency monetary items are translated using the closing rate. The difference between the closing rate and the rate at the time of the occurrence or initial recognition in the latest financial statements of the receivable or payable is recognised in the income statement under financial income and expenses.

## Accounting policies

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### Income statement

#### **Gross profit**

Gross profit comprises the revenue, costs for research and development, other operating income and other external costs.

The enterprise will be applying IAS 11 and IAS 18 as its basis of interpretation for the recognition of revenue.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Revenue is measured at the fair value of the consideration promised exclusive of VAT and taxes and less any discounts relating directly to sales.

Other operating income comprises items of a secondary nature as regards the principal activities of the enterprise, as well as salary reimbursements received and profit from the disposal of intangible and tangible assets.

Other external costs comprise costs incurred for sales, administration and premises.

#### **Staff costs**

Staff costs include salaries and wages, including holiday allowances, pensions, and other social security costs, etc., for staff members.

#### **Depreciation, amortisation, and write-down for impairment**

Depreciation, amortisation, and write-down for impairment comprise depreciation on, amortisation of, and write-down for impairment of tangible assets.

#### **Research and development costs**

Research and development costs comprise costs, salaries, and wages and depreciation directly or indirectly attributable to the company's research and development activities.

Research costs are recognised in the income statement in the year incurred.

#### **Financial income and expenses**

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses as well as debt and transactions in foreign currency.

**Accounting policies**

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**Tax on net profit or loss for the year**

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

The company is subject to Danish rules on compulsory joint taxation of Danish group enterprises.

The current Danish income tax is allocated among the jointly taxed companies proportional to their respective taxable income (full allocation with reimbursement of tax losses).

**Statement of financial position**

**Property, plant, and equipment**

Property, plant, and equipment are measured at cost less accrued depreciation and write-down for impairment.

The depreciable amount is cost less any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the carrying amount, the depreciation is discontinued.

If the amortisation period or the residual value is changed, the effect on amortisation will, in future, be recognised as a change in the accounting estimates.

The cost comprises acquisition cost and costs directly associated with the acquisition until the time when the asset is ready for use.

The cost of a total asset is divided into separate components. These components are depreciated separately, the useful lives of each individual components differing, and the individual component representing a material part of the total cost.

Depreciation is done on a straight-line basis according to an assessment of the expected useful life:

|  |             |
|--|-------------|
|  | Useful life |
| Other fixtures and fittings, tools and equipment | 3 years     |

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Profit or loss derived from the disposal of property, land, and equipment is measured as the difference between the sales price less selling costs and the carrying amount at the date of disposal. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

## Accounting policies

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### Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

In order to meet expected losses, impairment takes place at the net realisable value. The company has chosen to use IAS 39 as a basis for interpretation when recognising impairment of financial assets, which means that impairments must be made to offset losses where an objective indication is deemed to have occurred that an account receivable or a portfolio of accounts receivable is impaired. If an objective indication shows that an individual account receivable has been impaired, an impairment takes place at individual level.

### Prepayments

Prepayments recognised under assets comprise incurred costs concerning the following financial year.

### Cash on hand and demand deposits

Cash on hand and demand deposits comprise cash at bank.

### Equity

#### Dividend

Dividend expected to be distributed for the year is recognised as a separate item under equity.

### Income tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

The company is jointly taxed with consolidated Danish companies. The current corporate income tax is distributed between the jointly taxed companies in proportion to their taxable income and with full distribution with reimbursement as to tax losses. The jointly taxed companies are comprised by the Danish tax prepayment scheme.

According to the rules of joint taxation, AdaptVac ApS is unlimitedly, jointly, and severally liable to pay the Danish tax authorities the total income tax, including withholding tax on interest, royalties, and dividends, arising from the jointly taxed group of companies.

Deferred tax is measured on the basis of temporary differences in assets and liabilities with a focus on the statement of financial position. Deferred tax is measured at net realisable value.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation prevailing in the respective countries on the reporting date when the deferred tax is expected to be released as current tax. Changes in deferred tax due to changed tax rates are recognised in the income statement, except for items included directly in the equity.

## **Accounting policies**

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Deferred tax assets, including the tax value of tax losses allowed for carryforward, are recognised at the value at which they are expected to be realisable, either by settlement against tax of future earnings or by set-off in deferred tax liabilities within the same legal tax unit. Any deferred net tax assets are measured at net realisable value.

### **Liabilities other than provisions**

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

## Income statement 1 January - 31 December

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All amounts in DKK.

| <u>Note</u>  | <u>2023</u>       | <u>2022</u>       |
|--|-------------------|-------------------|
| <b>Gross profit</b>  | <b>69.205.437</b> | <b>-1.707.085</b> |
| 1 Staff costs  | -5.147.116        | -4.092.162        |
| Depreciation and impairment of property, land, and equipment | -22.865           | -2.858            |
| <b>Operating profit</b>                                      | <b>64.035.456</b> | <b>-5.802.105</b> |
| Other financial income from group enterprises                | 26.575            | 22.680            |
| Other financial expenses                                     | -15.382           | -104.669          |
| <b>Pre-tax net profit</b>                                    | <b>64.046.649</b> | <b>-5.884.094</b> |
| 2 Tax on net profit or loss for the year                     | -13.160.729       | 1.089.432         |
| <b>Net profit or loss for the year</b>                       | <b>50.885.920</b> | <b>-4.794.662</b> |
| <b>Proposed distribution of net profit:</b>                  |                   |                   |
| Dividend for the financial year                              | 42.500.000        | 0                 |
| Transferred to retained earnings                             | 8.385.920         | 0                 |
| Allocated from retained earnings                             | 0                 | -4.794.662        |
| <b>Total allocations and transfers</b>                       | <b>50.885.920</b> | <b>-4.794.662</b> |

## Balance sheet at 31 December

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All amounts in DKK.

| <b>Assets</b>                                   |                   |                   |
|---|-------------------|-------------------|
| <u>Note</u>                                     | <u>2023</u>       | <u>2022</u>       |
| <b>Non-current assets</b>                       |                   |                   |
| 3 Other fixtures, fittings, tools and equipment | 42.871            | 65.736            |
| Total property, plant, and equipment            | 42.871            | 65.736            |
| <b>Total non-current assets</b>                 | <b>42.871</b>     | <b>65.736</b>     |
| <b>Current assets</b>                           |                   |                   |
| Trade receivables                               | 93.203.166        | 0                 |
| Receivables from group enterprises              | 0                 | 1.637.593         |
| Other receivables                               | 2.130.225         | 3.189.258         |
| Prepayments                                     | 12.812            | 18.710            |
| Total receivables                               | 95.346.203        | 4.845.561         |
| Cash and cash equivalents                       | 2.777.800         | 9.103.694         |
| <b>Total current assets</b>                     | <b>98.124.003</b> | <b>13.949.255</b> |
| <b>Total assets</b>                             | <b>98.166.874</b> | <b>14.014.991</b> |



## Balance sheet at 31 December

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All amounts in DKK.

| <b>Equity and liabilities</b>            |  | <u>2023</u>              | <u>2022</u>              |
|--|--|--------------------------|--------------------------|
| <u>Note</u>                              |  |                          |                          |
| <b>Equity</b>                            |  |                          |                          |
|  | Contributed capital                                | 50.000                   | 50.000                   |
|  | Retained earnings                                  | 16.098.012               | 7.712.092                |
|  | Proposed dividend for the financial year           | <u>42.500.000</u>        | <u>0</u>                 |
|  | <b>Total equity</b>                                | <b><u>58.648.012</u></b> | <b><u>7.762.092</u></b>  |
| <b>Provisions</b>                        |  |                          |                          |
| 4  | Provisions for deferred tax                        | <u>943</u>               | <u>0</u>                 |
|  | <b>Total provisions</b>                            | <b><u>943</u></b>        | <b><u>0</u></b>          |
| <b>Liabilities other than provisions</b> |  |                          |                          |
|  | Trade payables                                     | 2.886.923                | 1.307.634                |
|  | Payables to group enterprises                      | 13.144.510               | 0                        |
|  | Other payables                                     | <u>23.486.486</u>        | <u>4.945.265</u>         |
|  | Total short term liabilities other than provisions | <u>39.517.919</u>        | <u>6.252.899</u>         |
|  | <b>Total liabilities other than provisions</b>     | <b><u>39.517.919</u></b> | <b><u>6.252.899</u></b>  |
|  | <b>Total equity and liabilities</b>                | <b><u>98.166.874</u></b> | <b><u>14.014.991</u></b> |

## 5 Contingencies

## Statement of changes in equity

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All amounts in DKK.

|                                | <b>Contributed<br/>capital</b> | <b>Retained<br/>earnings</b> | <b>Proposed<br/>dividend for<br/>the financial<br/>year</b> | <b>Total</b>      |
|--------------------------------|--------------------------------|------------------------------|---|-------------------|
| Equity 1 January 2022          | 50.000                         | 12.506.754                   | 0   | 12.556.754        |
| Retained earnings for the year | 0                              | -4.794.662                   | 0   | -4.794.662        |
| Equity 1 January 2023          | 50.000                         | 7.712.092                    | 0   | 7.762.092         |
| Retained earnings for the year | 0                              | 8.385.920                    | 42.500.000  | 50.885.920        |
|                                | <b>50.000</b>                  | <b>16.098.012</b>            | <b>42.500.000</b>   | <b>58.648.012</b> |

## Notes

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All amounts in DKK.

|   | <u>2023</u>              | <u>2022</u>              |
|---|--------------------------|--------------------------|
| <b>1. Staff costs</b>                                   |                          |                          |
| Salaries and wages                                      | 4.732.017                | 3.735.128                |
| Pension costs   | 371.842                  | 312.677                  |
| Other costs for social security                         | 43.257                   | 44.357                   |
|   | <u><b>5.147.116</b></u>  | <u><b>4.092.162</b></u>  |
| <br>  |                          |                          |
| Average number of employees                             | <u>6</u>                 | <u>6</u>                 |
| <br>  |                          |                          |
| <b>2. Tax on net profit or loss for the year</b>        |                          |                          |
| Tax on net profit or loss for the year                  | 13.159.786               | -1.089.432               |
| Adjustment of deferred tax for the year                 | 943                      | 0                        |
|   | <u><b>13.160.729</b></u> | <u><b>-1.089.432</b></u> |
| <br>  |                          |                          |
|   | <u>31/12 2023</u>        | <u>31/12 2022</u>        |
| <br>  |                          |                          |
| <b>3. Other fixtures, fittings, tools and equipment</b> |                          |                          |
| Cost 1 January 2023                                     | 68.594                   | 0                        |
| Additions during the year                               | 0                        | 68.594                   |
|   | <u><b>68.594</b></u>     | <u><b>68.594</b></u>     |
| <br>  |                          |                          |
| Depreciation and write-down 1 January 2023              | -2.858                   | 0                        |
| Amortisation and depreciation for the year              | -22.865                  | -2.858                   |
|   | <u><b>-25.723</b></u>    | <u><b>-2.858</b></u>     |
| <br>  |                          |                          |
| <b>Carrying amount, 31 December 2023</b>                | <u><b>42.871</b></u>     | <u><b>65.736</b></u>     |

## Notes

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All amounts in DKK.

|  | <u>31/12 2023</u> | <u>31/12 2022</u> |
|--|-------------------|-------------------|
| <b>4. Provisions for deferred tax</b>                        |                   |                   |
| Provisions for deferred tax 1 January 2023                   | 0                 | 0                 |
| Deferred tax relating to the net profit or loss for the year | <u>943</u>        | <u>0</u>          |
|  | <b><u>943</u></b> | <b><u>0</u></b>   |
| <br>   |                   |                   |
| The following items are subject to deferred tax:             |                   |                   |
| Property, plant, and equipment                               | <u>943</u>        | <u>0</u>          |
|  | <b><u>943</u></b> | <b><u>0</u></b>   |

## 5. Contingencies

### Contingent liabilities

Rental liabilities

The company has entered into two tenancy agreements. The company has a rental commitment of t.DKK 320 as of 31 December 2023.

### Joint taxation

With NextGen Vaccines Holding ApS, company reg. no 38 70 67 21 as administration company, the company is subject to the Danish scheme of joint taxation and unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for the total corporation tax.

The company is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for any obligations to withhold tax on interest, royalties, and dividends.