

Axvac Composit ApS

Oerebakken 22A
3000 Elsinore

CVR no. 38 74 56 03

Annual report for 2022

(6th Financial year)

Adopted at the annual general meeting
on 19 June 2023

Lars Leman
chairman

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Statement by management on the annual report

The executive board has today discussed and approved the annual report of Axvac Composit ApS for the financial year 1 January - 31 December 2022.

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 company's financial position at 31 December 2022 and of the results of the company's operations for the financial year 1 January - 31 December 2022.

In my opinion, management's review includes a fair review of the matters dealt with in the management's review.

The financial statements have not been audited. Management considers the criteria for not auditing the financial statements to be met.

Management recommends that the annual report should be approved by the company in general meeting.

Elsinore, 6 February 2023

Executive board

Lars Leman

Auditor's report on compilation of the financial statements

To the shareholder of Axxvac Composit ApS

We have compiled the financial statements of Axxvac Composit ApS for the financial year 1 January - 31 December 2022 based on the company's bookkeeping records and other information made available by enterprise.

The financial statements comprises a statement by management, managements review, a summary of significant accounting policies, income statement, balance sheet and notes.

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the enterprise in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), including principles relating to integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are the enterprise's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by enterprise for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Hillerød, 6 February 2023

RTS
statsautoriseret revisionsaktieselskab
CVR no. 34 87 97 53

Bo Wulffsberg
statsautoriseret revisor
MNE no. mne33215

Company details

The company

Axvac Composit ApS
Oerebakken 22A
3000 Elsinore

CVR no.: 38 74 56 03

Reporting period: 1 January - 31 December 2022

Domicile: Elsinore

Executive board

Lars Leman

Auditors

RTS
statsautoriseret revisionsaktieselskab
Slotsgade 14A, 1. sal
3400 Hillerød

Management's review

Business review

The company's activity consists of the sale of environmentally friendly industrial adhesives, cleaning products and equipment for this.

Unusual matters

During the preparation of the annual report for 2022, it has been established that in the balance sheet as of On 31 December 2021, a creditor debt of DKK 195,444 has not been recognized.

The error has been recognized as a fundamental error directly on the equity and comparative figures have been corrected.

Financial review

The company's income statement for the year ended 31 December 2022 shows a loss of DKK 299.177, and the balance sheet at 31 December 2022 shows negative equity of DKK 991.475.

Significant events occurring after the end of the financial year

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

Income statement 1 January 2022 - 31 December 2022

	<u>Note</u>	<u>2022</u> DKK	<u>2021</u> DKK
Gross profit		206.091	-208.072
Staff costs	1	<u>-461.083</u>	<u>-337.703</u>
Profit/loss before net financials		-254.992	-545.775
Financial income		5.709	2.655
Financial costs		<u>-49.894</u>	<u>-41.026</u>
Profit/loss for the year		<u><u>-299.177</u></u>	<u><u>-584.146</u></u>
 Recommended appropriation of profit/loss			
Retained earnings		<u>-299.177</u>	<u>-584.146</u>
		<u><u>-299.177</u></u>	<u><u>-584.146</u></u>

Balance sheet at 31 December 2022

	<u>Note</u>	<u>2022</u> DKK	<u>2021</u> DKK
Assets			
		<u>0</u>	<u>7.400</u>
Fixed asset investments		<u>0</u>	<u>7.400</u>
Total non-current assets		<u>0</u>	<u>7.400</u>
Finished goods and goods for resale		<u>14.337</u>	<u>58.279</u>
Stocks		<u>14.337</u>	<u>58.279</u>
Trade receivables		554.464	434.431
Other receivables		2.893	46.758
Prepayments		<u>0</u>	<u>3.878</u>
Receivables		<u>557.357</u>	<u>485.067</u>
Total current assets		<u>571.694</u>	<u>543.346</u>
Total assets		<u><u>571.694</u></u>	<u><u>550.746</u></u>

Balance sheet at 31 December 2022

	<u>Note</u>	<u>2022</u> DKK	<u>2021</u> DKK
Equity and liabilities			
Share capital		50.000	50.000
Retained earnings		-1.041.475	-742.298
Equity	2	<u>-991.475</u>	<u>-692.298</u>
Banks		625.519	584.160
Trade payables		442.804	258.232
Payables to shareholders and management		318.007	289.633
Other payables		176.839	111.019
Total current liabilities		<u>1.563.169</u>	<u>1.243.044</u>
Total liabilities		<u>1.563.169</u>	<u>1.243.044</u>
Total equity and liabilities		<u>571.694</u>	<u>550.746</u>
Rent and lease liabilities	3		

Notes

	<u>2022</u>	<u>2021</u>
	DKK	DKK
1 Staff costs		
Wages and salaries	448.864	328.346
Other social security costs	7.618	6.206
Other staff costs	<u>4.601</u>	<u>3.151</u>
	<u>461.083</u>	<u>337.703</u>
Average number of employees	<u>1</u>	<u>1</u>

2 Equity

	<u>Share capital</u>	<u>Retained ear-</u> <u>nings</u>	<u>Total</u>
Equity at 1 January 2022	50.000	-546.854	-496.854
Net effect from adjustment of fundamental error	<u>0</u>	<u>-195.444</u>	<u>-195.444</u>
Adjusted equity at 1 January 2022	50.000	-742.298	-692.298
Net profit/loss for the year	<u>0</u>	<u>-299.177</u>	<u>-299.177</u>
Equity at 31 December 2022	<u>50.000</u>	<u>-1.041.475</u>	<u>-991.475</u>

	<u>2022</u>	<u>2021</u>
	DKK	DKK
3 Rent and lease liabilities		
Operating lease liabilities.		
Total future lease payments:		
Within 1 year	2.365	14.645
After 5 years	<u>0</u>	<u>0</u>
	<u>2.365</u>	<u>14.645</u>

Accounting policies

The annual report of Axxvac Composit ApS for 2022 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied are consistent with those of last year.

The annual report for 2022 is presented in DKK

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

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

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue and other operating income less costs of raw materials and consumables and other external expenses.

Accounting policies

Revenue

Income from the sale of goods for resale and finished goods is recognised in the income statement, provided that the transfer of risk, usually on delivery to the buyer, has taken place and that the income can be measured reliably and is expected to be received.

Revenue is measured at fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. Revenue is net of all types of discounts granted.

Expenses for raw materials and consumables

Costs of raw materials and consumables include the raw materials and consumables used in generating the year's revenue.

Other external costs

Other external costs include expenses related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that relate to the financial year. Net financials include interest income and expenses, realised and unrealised capital/exchange gains and losses on liabilities and foreign currency transactions and surcharges and allowances under the Danish Tax Prepayment Scheme, etc.

Balance sheet

Stocks

Stocks are measured at cost using the FIFO method. Where the net realisable value is lower than the cost, inventories are recognised at this lower value.

The cost of goods for resale, raw materials and consumables comprises the purchase price plus delivery costs.

The cost of finished goods and work in progress includes the cost of raw materials, consumables, direct cost of labour and production/production overheads.

Accounting policies

The net realisable value of stocks is calculated as the expected selling price less direct costs of completion and expenses incurred to effect the sale. The net realisable value is determined taking into account marketability, obsolescence and expected selling price movements.

Receivables

Receivables are measured at amortised cost.

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 is impaired, an impairment loss for that individual asset is recognised.

Prepayments

Prepayments recognised under 'Current assets' comprises expenses incurred concerning subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash and deposits at banks.

Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.