



LEO Holding A/S

Lautrupsgade 7, 5.
2100 Copenhagen Ø
CVR No. 39122251

Annual report 2022

The Annual General Meeting adopted the
annual report on 17.03.2023

Peter Kjeldsen Hansen
Chairman of the General Meeting

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Entity details

Entity

LEO Holding A/S
Lautrupsgade 7, 5.
2100 Copenhagen Ø

Business Registration No.: 39122251
Date of foundation: 29.11.2017
Registered office: Copenhagen
Financial year: 01.01.2022 - 31.12.2022

Board of Directors

Lars Olsen, Chairman
Eivind Drachmann Kolding, Vice chairman
Peter Schwarz
Anja Boisen
Karin Jexner Hamberg
Cristina Patricia Lage
Lars Green
Jannie Kogsbøll
Lotte Hjortshøj
Allan Carsten Dahl
Franck Maréno

Executive Board

Peter Helt Jacobsen Haahr, CEO

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
2300 Copenhagen S

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of LEO Holding A/S for the financial year 01.01.2022 - 31.12.2022.

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

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2022 and of the results of its operations for the financial year 01.01.2022 - 31.12.2022.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Copenhagen, 17.03.2023

Executive Board

Peter Helt Jacobsen Haahr
CEO

Board of Directors

Lars Olsen
Chairman

Eivind Drachmann Kolding
Vice chairman

Peter Schwarz

Anja Boisen

Karin Jexner Hamberg

Cristina Patricia Lage

Lars Green

Jannie Kogsbøll

Lotte Hjortshøj

Allan Carsten Dahl

Franck Maréno

Independent auditor's report

To the shareholder of LEO Holding A/S

Opinion

We have audited the financial statements of LEO Holding A/S for the financial year 01.01.2022 - 31.12.2022, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant 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 Entity's financial position at 31.12.2022 and of the results of its operations for the financial year 01.01.2022 - 31.12.2022 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 this auditor's report. We are independent of the Entity 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 Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Entity 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.

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.
- 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 Entity'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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 commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, 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 commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

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

Copenhagen, 17.03.2023

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Kirsten Aaskov Mikkelsen

State Authorised Public Accountant
Identification No (MNE) mne21358

Sumit Sudan

State Authorised Public Accountant
Identification No (MNE) mne33716

Management commentary

Financial highlights

	2022	2021	2020	2019	2018
	DKK'm	DKK'm	DKK'm	DKK'm	DKK'm
Key figures					
Gross profit/loss	(5)	(4)	(4)	(4)	(3)
Operating profit/loss	(18)	(17)	(13)	(15)	(12)
Net financials	(1,353)	2,262	1,120	2,392	(520)
Profit/loss for the year	(4,290)	(2,250)	(398)	348	667
Total assets	21,263	25,452	26,058	26,682	26,297
Equity	20,251	24,694	25,305	26,355	26,163
Ratios					
Return on equity (%)	(19.09)	(8.99)	(1.53)	1.34	2.58
Equity ratio (%)	95.24	97.00	97.11	98.77	99.49

Financial highlights are defined and calculated in accordance with the current version of "Recommendations & Ratios" issued by the CFA Society Denmark.

Return on equity (%):

$\frac{\text{Profit/loss for the year} * 100}{\text{Average equity}}$

Average equity

Equity ratio (%):

$\frac{\text{Equity} * 100}{\text{Total assets}}$

Total assets

Primary activities

LEO Holding A/S is the majority shareholder and engaged owner of LEO Pharma A/S. Further, LEO Holding manages the investment activities of the LEO Foundation, partly through the ownership of LH Capital A/S. The main objectives of the investment activities are to ensure the continued financial capability to support LEO Pharma's long-term strategic development as well as provide funds for the LEO Foundation's philanthropic activities. In line with these objectives, LEO Holding strive to generate the best possible returns while retaining a sensible, well balanced risk profile.

Development in activities and finances

The LEO Foundation holds financial assets worth approximately DKK 16 billion. Funds are invested to generate the best possible returns while retaining a sensible, well-balanced risk profile, which enables the Foundation to be a stable and supportive owner of LEO Pharma and to enhance its philanthropic support for scientific purposes.

2022 followed the path laid out in previous years and in the investment strategy for 2022, with a steady build-up of a diversified portfolio of illiquid alternatives. In 2022, this meant four new commitments – totalling more than DKK 1.7 billion – to a real estate fund and five private equity funds. Return and capital calls during 2022 meant that the allocation to illiquid alternatives increased by more than DKK 900 million. On the listed side, an emerging markets debt hard currency index mandate was terminated and, importantly, all listed mandates, including index mandates, are now subject to ESG screening.

Major transactions on existing mandates in 2022 included adjustments of the equity weighting using equity index futures and ETFs as well as a reduction in fixed-income exposure to cover investments in alternatives as well as grant payouts and operating costs.

LEO Holding's financial portfolio generated a negative return of DKK 1,626 million or -9.2%, with equities, credit, and government and mortgage bonds being detractors, while alternatives and overlay strategies contributed positively.

At the end of 2022, LEO Holding's financial portfolio consisted of equities 47% (2021: 47%), government and mortgage bonds 8% (2021: 15%), credit bonds 17% (2021: 18%) and alternatives 29% (2021: 20%).

Income from investments in affiliates after tax was a loss of DKK 3,234 million (2021: loss of DKK 4,131 million). For more information on LEO Pharma Group, please refer to LEO Pharma A/S' Annual Report.

Profit/loss for the year in relation to expected developments

LEO Pharma realized a significant loss for 2022. The financial performance in 2022 was in line with guidance and expectations, however the significant loss is not satisfactory.

In 2022 further additions of alternative components (level 3 investments) was achieved, which showed a positive return.

Outlook

In 2023, further additions of alternative components are expected to enhance returns and portfolio diversification. However, commitments to alternatives are expected to be deployed at a slower pace, as the relative size of alternatives has grown more than anticipated in 2022. The level of risk in the portfolio is expected to rise slightly, as the increased allocation to alternatives is being funded from fixed income and credit. The risk and liquidity of the financial portfolio will continue to ensure that the LEO Foundation is able to support LEO

Pharma, in line with the Foundation's charter.

The 2023 outlook for LEO Pharma is that the company expects to deliver a low-single-digit positive EBITDA margin*. Ordinary depreciation and amortization are expected to result in an operating loss (EBIT) in 2023. Write-downs of intellectual property rights may change the outlook.

**EBITDA adjusted for transformation and restructuring costs.*

Use of financial instruments

The financial portfolio is managed according to the investment policy, which is reviewed and approved annually by the Board. The investment policy sets out the strategic asset allocation and the boundaries for each asset class within which tactical asset allocation positions can be taken. Furthermore, the investment policy sets limits on counterparty risk, overall interest rate risk and the liquidity of the financial portfolio. Currency risk is hedged for all fixed-income exposure, while equity investments have full currency exposure but with the option of hedging.

All asset classes, external managers and external investment funds are approved by the Board's Investment Committee prior to any investments. Compliance with the investment policy is verified by the finance department, and investment results are documented in reports to the Investment Committee and the CEO.

Each week, a portfolio performance report is prepared by the Chief Investment Officer and distributed to the CEO and the Chairman of the LEO Holding Investment Committee, followed by a meeting between the CEO and the investment team. A monthly report is issued to the Investment Committee. An investment update is presented to the full Board by the Chief Investment Officer at all regular Board meetings.

The Investment Committee advises the Board on matters relating to investments and asset management. It prepares and recommends investment strategies and policies to the Board and ensures their implementation in cooperation with the Executive Management. The Committee also monitors and reviews relevant internal controls, risk management and governance models.

The members of the Board of Trustees of the LEO Foundation also make up the Board of Directors of LEO Holding A/S. Both Boards meet at least four times a year and, in addition, hold an annual seminar to discuss and review strategies. The Board of Directors consist of 11 members, of which four are representatives elected by LEO Pharma A/S employees.

Business and financial risks associated with operations are managed by LEO Pharma, which has defined risk management policies and procedures. LEO Pharma works continuously to ensure a reasonable balance between risk exposure and value creation. LEO Holding is kept updated about relevant risks through regular reporting. For more information about risk management in LEO Pharma Group, please refer to LEO Pharma A/S' Annual Report.

Statutory report on corporate social responsibility

LEO Holding has adopted an environmental, social and governance (ESG) policy for our investment activities. This policy is based on adherence to the Ten Principles of the UN Global Compact, which form the basis for ethical human and corporate behavior. By basing our policy on these principles, we aim to address the ESG risks we face as a large financial investor.

As per our investment strategy, we do not engage in direct company investments but instead allocate capital through index funds or manager mandates. Therefore, we rely on external parties to invest on our behalf. In this

context, the managers' ethical governance and transparency standards are reviewed as part of the initial – and ongoing – due diligence. During 2022, we continued to integrate ESG factors into our investment approach, and ensured that all listed mandates, including index mandates, are now subject to ESG screening.

From a climate perspective, all our investments are anchored in our ESG policy, and the financial portfolio is subject to defined norm screening through the UN Global Compact and subsequent sector screening by the managers. This implies for example that companies involved in unconventional fossil fuel extraction methods are excluded from the passive index funds and from the active managers' portfolio. We seek to build a well-diversified global portfolio with no specific investment themes. Consequently, the portfolio does not have climate as a specific investment theme, but it is indirectly addressed through our investment philosophy, in that we recognize climate change as a high-level risk to our investments.

For further information about CSR in the LEO Group, please refer to LEO Foundation's Annual Report.

Statutory report on the underrepresented gender

For further information about CSR in the LEO Group, please refer to LEO Foundation's Annual Report.

Events after the balance sheet date

On 31 January 2023, the Company carried out a capital increase in the subsidiary LH Capital A/S by means of investments considerations for a total of DKK 399 million. Apart from the capital increase no events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Income statement for 2022

	Notes	2022 DKK'm	2021 DKK 'm
Other external expenses	2	(5)	(4)
Gross profit/loss		(5)	(4)
Staff costs	3	(13)	(13)
Operating profit/loss		(18)	(17)
Income from investments in group enterprises		(3,234)	(4,131)
Other financial income from group enterprises		208	202
Other financial income	4	294	2,162
Financial expenses from group enterprises		(5)	(1)
Other financial expenses	5	(1,850)	(101)
Profit/loss before tax		(4,605)	(1,886)
Tax on profit/loss for the year	6	315	(364)
Profit/loss for the year	7	(4,290)	(2,250)

Balance sheet at 31.12.2022

Assets

	Notes	2022 DKK'm	2021 DKK'm
Investments in group enterprises		1,982	4,669
Receivables from group enterprises		4,369	4,161
Other investments		3,533	2,830
Financial assets	8	9,884	11,660
Fixed assets		9,884	11,660
Deferred tax	9	303	0
Other receivables		9	0
Receivables		312	0
Other investments	10	11,060	13,781
Other investments		11,060	13,781
Cash		7	11
Current assets		11,379	13,792
Assets		21,263	25,452

Equity and liabilities

	Notes	2022 DKK'm	2021 DKK'm
Contributed capital		100	100
Retained earnings		20,151	23,894
Proposed dividend		0	700
Equity		20,251	24,694
Payables to group enterprises		1,006	383
Non-current liabilities other than provisions	11	1,006	383
Tax payable		0	369
Other payables		6	6
Current liabilities other than provisions		6	375
Liabilities other than provisions		1,012	758
Equity and liabilities		21,263	25,452
Events after the balance sheet date	1		
Contingent liabilities	12		
Related parties with controlling interest	13		
Group relations	14		

Statement of changes in equity for 2022

	Contributed capital DKK'm	Retained earnings DKK'm	Proposed dividend DKK'm	Total DKK'm
Equity beginning of year	100	23,894	700	24,694
Ordinary dividend paid	0	0	(700)	(700)
Other entries on equity	0	547	0	547
Profit/loss for the year	0	(4,290)	0	(4,290)
Equity end of year	100	20,151	0	20,251

Notes

1 Events after the balance sheet date

On 31 January 2023, the Company carried out a capital increase in the subsidiary LH Capital A/S by means of investments considerations for a total of DKK 399 million. Apart from the capital increase no events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

2 Fees to the auditor appointed by the Annual General Meeting

In conformity with section 96.3 of the Danish Financial Statements Act, no fees to statutory auditors are disclosed. Please refer to the consolidated financial statements of LEO FONDET.

3 Staff costs

	2022	2021
	DKK'm	DKK'm
Wages and salaries	13	13
	13	13
Average number of full-time employees	4	4

Remuneration to the executive management with reference to Article 98 b (3) of the Danish Financial Statements Act, LEO Holding A/S will not disclose remuneration to the executive management.

4 Other financial income

	2022	2021
	DKK'm	DKK'm
Exchange rate adjustments	49	43
Fair value adjustments	245	2,119
	294	2,162

5 Other financial expenses

	2022	2021
	DKK'm	DKK'm
Other interest expenses	1	1
Exchange rate adjustments	46	68
Fair value adjustments	1,803	31
Other financial expenses	0	1
	1,850	101

6 Tax on profit/loss for the year

	2022 DKK'm	2021 DKK'm
Current tax	0	364
Change in deferred tax	(302)	0
Adjustment concerning previous years	(13)	0
	(315)	364

7 Proposed distribution of profit and loss

	2022 DKK'm	2021 DKK'm
Ordinary dividend for the financial year	0	700
Retained earnings	(4,290)	(2,950)
	(4,290)	(2,250)

8 Financial assets

	Investments in group enterprises DKK'm	Receivables from group enterprises DKK'm	Other investments DKK'm
Cost beginning of year	26,591	3,810	2,394
Additions	0	0	705
Cost end of year	26,591	3,810	3,099
Revaluations beginning of year	(21,923)	351	436
Share of profit/loss for the year	(3,234)	0	0
Other adjustments	547	208	0
Revaluations end of year	(24,610)	559	436
Carrying amount end of year	1,981	4,369	3,535

9 Deferred tax

	2022 DKK'm
Changes during the year	
Recognised in the income statement	303
End of year	303

10 Other investments

Fair value hierarchy at 31 December 2022

(DKK million)	Level 1	Level 2	Level 3	Total
<i>Measured at fair value</i>				
Investment cash	153			153
Government and mortgage bonds	965			965
Equities	7,749			7,749
Credit	2,188			2,188
Alternatives	580	1,304	1,649	3,533
Other investments	11,635	1,304	1,649	14,588

Fair value hierarchy at 31 December 2021

(DKK million)	Level 1	Level 2	Level 3	Total
<i>Measured at fair value</i>				
Investment cash	687			687
Government and mortgage bonds	1,928			1,928
Equities	8,678			8,678
Credit	2,488			2,488
Alternatives	531	970	1,329	2,830
Other investments	14,312	970	1,329	16,611

Level 1 includes financial assets for which the fair value is measured based on quoted prices (unadjusted) in active markets for identical assets. Level 2 includes financial assets for which the fair value is measured based on directly or indirectly observable inputs other than the quoted prices included in level 1. Level 3 includes financial assets for which the fair value is measured based on valuation methods which include inputs not based on observable market data. If a fair value cannot be determined with sufficient reliability the investments are measured at costs less any impairment.

11 Non-current liabilities other than provisions

	Due after more than 12 months 2022 DKK'm
Payables to group enterprises	1,006
	1,006

12 Contingent liabilities

The company has commitments related to financial investments of DKK 2,470 million (2021: DKK 1,939 million).

The Entity serves as the administration company in a Danish joint taxation arrangement. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for these entities.

13 Related parties with controlling interest

LEO Fondet, Lautrupsgade 7, 2100 Copenhagen, Denmark owns all shares in the Entity, thus exercising control.

14 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the largest group:
LEO Fondet, Lautrupsgade 7, 2100 Copenhagen.

Related parties are considered to be the Executive Management and the Board of Directors of the Company, the LEO Fondet as well as related parties of these entities, including members of Management.

All agreements are based on what is regarded as market price.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (large).

The accounting policies applied to these financial statements are consistent with those applied last year.

Consolidated financial statements

Referring to 112(2) of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

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

Income statement

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Income from investments in group enterprises

Income from investments in group enterprises comprises dividends, realised and unrealised value adjustments of the individual group enterprises in the financial year

Other financial income from group enterprises

Other financial income from group enterprises comprises interest income etc on receivables from group enterprises.

Other financial income

Other financial income comprises including interest income on receivables from group enterprises, exchange gains on securities and gain on other securities.

Financial expenses from group enterprises

Financial expenses from group enterprises comprise interest expenses etc from payables to group enterprises.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Dansih Tax Prepayment Scheme etc.

Tax on profit/loss for the year

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 attributable to profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Balance sheet**Investments in group enterprises**

Investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value. Dilution gain or loss recognised from change in ownership of investments in subsidiaries are recognised directly in equity.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation will involve a loss, a provision is recognised that is measured at present value of the costs necessary to settle the obligations at the balance sheet date.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to reserve for net revaluation according to the equity method in equity.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value, less writedowns for bad and doubtful debts.

Other investments

Other financial assets investments comprise listed and unlisted investments measured at fair value based on reported fair values.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset. However, no deferred tax is recognised for amortisation of goodwill disallowed for tax purposes and temporary differences arising at the date of acquisition that do not result from a business combination and that do not have any effect on profit or loss or on taxable income.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at

their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Other investments

Other current asset investments comprise investment cash, bonds, equities and credits measured at fair value.

Cash

Cash comprises cash in hand and bank deposits.

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

Tax receivable or payable

Current tax receivable or payable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.

Cash flow statement

In conformity with section 86.4 of the Danish Financial Statements Act, the Cash flow statement is presented in the consolidated financial statement for LEO Fondet.