

DSV Road Services A/S

Hovedgaden 630, 2640 Hedehusene
CVR No. 39 40 24 16

Annual Report

for the year ended 31 December 2021
4th financial year

Approved at the Company's Annual General Meeting on 16 May 2022

Chairman:

CONTENTS

Statement by Management on the Annual Report	3
Information about the Company	4
Management's review	5
Financial statements 1 January - 31 December	
Income statement	6
Balance sheet	7
Statement of changes in equity	8
Notes	9

Statement by Management on the Annual Report

Today, the Executive Board have discussed and approved the annual report of DSV Road Services A/S for the financial year 1 January 2021 - 31 December 2021.

The annual report, which has not been audited, has been prepared in accordance with the provisions of the Danish Financial Statements Act. The Executive Board considers the criteria for omission of audit to be met.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year 1 January 2021 - 31 December 2021.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the result of the Company's operations and financial position.

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

Hedehusene, 16 May 2022.

Executive Board:

Peter Glargaard Wiinholt

Board of Directors:

Jens H. Lund
Chairman

Søren Schmidt

Simon Holm Galsgaard

INFORMATION ABOUT THE COMPANY

DSV Road Services A/S
Hovedgaden 630
2640 Hedehusene
Tel: +45 43 20 30 40
Fax: +45 43 20 30 41

Executive Board:

Peter Glargaard Wiinholt

Board of Directors

Jens H. Lund, (Chairman)
Søren Schmidt
Simon Holm Galsgaard

Shareholders holding 5% or more of the share capital or the voting rights:

DSV Road Holding A/S, Hedehusene (100%)

Parent company:

DSV Road Holding A/S, Hedehusene (100%)

Management's review

Main activity

The Company's objects are to buy and sell products and services for use by other DSV companies.

Financial review

The income statement of the Company for 2021 shows a income of TDKK 66 and at 31 December 2021 the balance sheet of the Company shows equity of TDKK 1,192. The management considers the Company's result as minor satisfactory.

Targets and expectations for the year ahead

For the year 2022, the Management expects a decreased activity level and a minor profit.

Events after the reporting date

No material events have occurred after 31 December 2021.

Financial statements 1 January – 31 December

INCOME STATEMENT

Note	2021 DKK '000	2020 DKK '000
Revenue	3.821	4.207
2 Staff costs	-1.331	-1.695
Other external expenses	-2.450	-2.442
Gross margin	40	70
3 Financial income	90	11
4 Financial expenses	-32	-20
Profit before tax	98	61
5 Tax for the year	-32	-21
Profit for the year	66	40
 Recommended appropriation of profit		
Transferred to reserves under equity	66	40
	66	40

Financial statements 1 January – 31 December

BALANCE SHEET

Note	2020 DKK '000	2019 DKK '000
ASSETS		
Trade receivables	3.601	8.027
Deferred tax assets	2	-
Other receivables	2.105	5.395
Total receivables	5.708	13.422
Cash and Cash equivalents	8.354	-
TOTAL ASSETS	14.062	13.422
 EQUITY AND LIABILITIES		
Equity		
6 Share capital	500	500
Retained earnings	692	577
Total equity	1.192	1.077
Current liabilities		
Suppliers of goods and services	1	-
Payables to Group Companies	11.253	8.728
Tax payable	34	-
Other debt	1.583	3.617
Total current liabilities	12.870	12.345
TOTAL EQUITY AND LIABILITIES	14.062	13.422

- 1 Accounting policies
- 7 Contingent liabilities and other commitments
- 8 Related parties
- 9 Consolidated financial statements

Financial statements 1 January – 31 December

STATEMENT OF CHANGES IN EQUITY

DKK'000	Share capital	Retained earnings	Total
Shareholders' Equity at 1 January 2021	<u>500</u>	<u>577</u>	<u>1.077</u>
Other adjustments	-	50	50
Transfer, see "Appropriation of profit"	-	<u>66</u>	<u>66</u>
Shareholders' Equity at 31 December 2021	<u>500</u>	<u>692</u>	<u>1.192</u>

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The 2021 annual report of DSV Road Services A/S has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities. Furthermore, the Company has chosen to comply with some of the rules applying for class C enterprises.

The amounts in the Annual Report are stated in Danish kroner (DKK) and rounded to the nearest thousands.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rate at the transaction date and the rate at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at closing rates. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Net turnover

Revenue comprises services invoiced. All kinds of discounts, including cash discounts, are recognised under revenue. Revenue is measured exclusive of VAT and other taxes collected on behalf of third parties.

Staff costs

Staff costs include wages and salaries, pensions, social security costs and other staff costs.

Other external expenses

Other external expenses comprise expenses incurred during the year related to management and administration of the Company.

Financial income and expenses

Financial income and expenses comprise interest income and expense, realised and unrealised gains and losses on payables and transactions denominated in foreign currencies, amortisation of financial assets as well as surcharges and refunds under the on-account tax scheme, etc.

Tax for the year

Tax for the year comprises current tax for the year and changes in deferred tax. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity. The tax expense recognised in the income statement relating to the extraordinary profit/loss for the year is allocated to this item whereas the remaining tax expense is allocated to the profit/loss for the year from ordinary activities.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Balance sheet

Receivables

Receivables are measured at amortised cost.

Equity

Dividend

Dividend proposed for the year is recognised as a liability at the date when it is adopted at the annual general meeting (declaration date). Dividend expected to be distributed for the financial year is presented as a separate line item under "Equity".

Incentive programmes

The Company's incentive schemes include equity-settled share-based share option and warrants programmes which are settled in DSV A/S shares.

The value of the services, which the staff delivers in return for granting of options and warrants are measured at the fair value of the options and warrants.

The equity-settled share-based payment arrangements are measured at fair value at the time of granting and are recognised in the profit and loss account under staff costs during the period where the final right to the options or warrants is achieved. The counter item is directly recognised in equity.

In connection with the first recognition of share-based arrangements, the number of options and warrants which the staff are expected to gain right to is estimated subsequently, changes are adjusted for related to the number of the right of acquisition of options and warrants so that the total recognition is based on the actual number of rights of acquisition of options and warrants.

The fair value of the granted options and warrants is estimated by the use of the Black-Scholes valuation method. By the estimation terms and conditions related to the granted options and warrants are taken into account.

Corporation tax

Current tax liabilities and outstanding current tax are included in the balance sheet as tax calculated on the taxable income for the year adjusted for tax from previous years' taxable income and pre-paid taxes.

Current liabilities

Liabilities are valued at net realisable value.

Financial statements 1 January – 31 December

Notes

	2021 DKK'000	2020 DKK'000
2 Staff costs		
Specification of staff costs:		
Salaries, wages, share options and warrants	1.315	1.671
Pension costs	10	33
Other expenses for social security	1	3
Other staff costs	5	-12
	<u>1.331</u>	<u>1.695</u>
Average number of employees	<u>1</u>	<u>2</u>

Information regarding remuneration to the Executive Board is excluded with reference to the Danish Financial Statements Act. Section 98 b, subsection 3.

The Board of Directors does not receive remuneration for their roles as members of the board.

DSV A/S has established a share option and warrant programme for the Group's employees. The Executive Board in DSV Road Services A/S has been granted share options from the programme. The Board of Directors have received options from the programme for their roles in DSV A/S. DSV Road Services A/S's part of costs regarding the share options and warrants program are included as staff costs on a continuing basis.

	2021 DKK'000	2020 DKK'000
3 Financial income		
Foreign currency translation adjustments	<u>90</u>	<u>11</u>
	<u>90</u>	<u>11</u>
4 Financial expenses		
Interest expenses from Group Companies	1	-
Other financial expenses	3	-
Foreign currency translation adjustments	<u>28</u>	<u>20</u>
	<u>32</u>	<u>20</u>
5 Tax for the year		
Current tax for the year	34	-3
Deferred tax charge for the year	<u>-2</u>	<u>24</u>
	<u>32</u>	<u>21</u>
6 Share capital		

The share capital comprises:

Shares, 500,000 of DKK 1 nominal value each

There has been no changes to the share capital since the company was founded 12 March 2018.

Financial statements 1 January – 31 December

Notes

7 Contingent liabilities and other commitments

The Company is jointly registered for VAT with the Group's other Danish Companies. The Company is thus jointly and severally liable for VAT as regards the jointly registration.

The Company is assessed jointly for tax purposes together with the other domestic DSV Group entities. The Company is a wholly-owned subsidiary of DSV A/S and is under an unlimited and joint liability regime for Danish tax payments and withholding taxes on dividends, interest and royalties from the jointly taxed entities. The total amount is disclosed in the annual financial statements of DSV A/S, which is the administration company of the joint taxation arrangement. Any subsequent adjustments of the taxable consolidated profit or withholding taxes may result in an increase in the Company's tax liability.

8 Related parties

DSV Road Services A/S' related parties comprise the following:

Parties exercising control

DSV Road Holding A/S, Hovedgaden 630, 2640 Hedehusene, which exercises control.

Other

Transactions with other related parties comprise interest bearing accounts.

Transactions with related parties has been conducted on arms length principles.

There are not entered agreements or other transactions with companies where the Executive Board have had any financial interest except from transactions related to the conditions of employment.

9 Consolidated financial statements

The financial statements of DSV Road Services A/S is included in the consolidated financial statements of DSV A/S, Hedehusene, Denmark. The consolidated financial statements of DSV A/S can be requested at the following address:

DSV A/S
Hovedgaden 630
DK-2640 Hedehusene
Denmark

or: www.investor.dsv.com