



# PATRIZIA

## **PMM Global V K/S**

c/o Plesner Advokatpartnerselskab  
Amerika Plads 37, 2100 Copenhagen Ø  
CVR-nr. 39 68 19 43

Annual report 2022/23

Approved at the Company's annual general meeting on 1 February 2024

Chairman:

.....  
Mads Peter Grønkjær

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## Statement by the Board of Directors

Today, the Management has discussed and approved the annual report of PMM Global V K/S for the financial year 1 October 2022 - 30 September 2023.

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

In our opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the financial position of the Group and the Company at 30 September 2023 and of the results of the Group's and the Company's operations and of the consolidated cash flows for the financial year 1 October 2022 - 30 September 2023.

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

We recommend that the annual report be approved at the annual general meeting.

Copenhagen, 8 December 2023

Management, Komplementarselskabet PMM V GP ApS::

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Mads Rude

.....  
Birger Grubbe

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Peter V. Carøe

## Independent auditor's report

### To the limited partners of PMM Global V K/S

#### Opinion

We have audited the consolidated financial statements and the parent company financial statements of PMM Global V K/S for the financial year 1 October 2022 - 30 September 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies, for the Group and the Parent Company, and a consolidated cash flow statement. The consolidated financial statements and the parent company financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the financial position of the Group and the Parent Company at 30 September 2023, and of the results of the Group's and Parent Company's operations as well as the consolidated cash flows for the financial year 1 October 2022 - 30 September 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 consolidated financial statements and the parent Company financial statements" (hereinafter collectively referred to as "the financial statements") section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Independence

We are independent of the Group 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.

#### Management's responsibilities for the financial statements

Management is responsible for the preparation of consolidated financial statements and parent company 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 Group's and the Parent 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 Group or the Parent 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 as to 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 the financial statements.

## Independent auditor's report

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 Group's and the Parent 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 Group's and the Parent 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 Group and the Parent Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- ▶ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, 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's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statements Act.

## Independent auditor's report

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

Copenhagen, 8 December 2023  
EY Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28

Thomas Hjortkjær Petersen  
State Authorised Public Accountant  
mne33748

Kaare K. Lendorf  
State Authorised Public Accountant  
mne33819

## Management's review

### Company details

Name	PMM Global V K/S
Address, Postal code, City	Plesner Advokatpartnerselskab Amerika Plads 37, 2100 Copenhagen Ø
CVR no.	39 68 19 43
Established	27 June 2018
Registered office	Copenhagen
Financial year	1 October 2022 - 30 September 2023
Management	Mads Rude Birger Grubbe Peter V. Carøe
Auditors	EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark

### Financial highlights for the Group

EUR'000	2022/23	2021/22	2020/21	2019/20	2018/19
<b>Key figures</b>					
Net operating income from properties	1,588	6,339	4,840	1,306	227
Operating profit/loss	1,814	23,410	7,074	-2,336	-1,852
Net financials	-8,726	12,858	184	-1,242	-144
Profit/loss before tax	-6,912	36,268	7,258	-3,578	-1,996
<b>Profit/loss for the year</b>	<b>-6,912</b>	<b>36,268</b>	<b>7,258</b>	<b>-3,578</b>	<b>-1,996</b>
Fixed assets	226,203	205,217	129,013	71,854	45,217
Non-fixed assets	3,928	2,750	8,552	42	242
<b>Total assets</b>	<b>230,131</b>	<b>207,967</b>	<b>137,565</b>	<b>71,896</b>	<b>45,459</b>
Investments by limited partners	186,934	147,454	126,336	68,432	37,976
<b>Equity</b>	<b>230,131</b>	<b>202,604</b>	<b>137,565</b>	<b>71,630</b>	<b>44,116</b>

For terms and definitions, please see the accounting policies.

## Management's review

### Business review

PMM Global V K/S' business concept is investment in and management of indirect investments in foreign property via international partners.

### Long-term objectives

The Fund is projected to generate an attractive net internal rate of return (IRR) of 10-11% over its lifetime. This projection is a small decrease of the upper end of the range by 1%-point from last year.

### Recognition and measurement uncertainties

Investments in property investments are measured at fair value. The measurement includes accounting estimates and is, therefore, subject to uncertainty.

### Uncertainty in the global markets driven by geopolitical risks

The financial year 2022/23 has been one of continued uncertainty on the back of geopolitical issues around the world and not least in Europe with the Russian war against Ukraine.

In addition, we have seen tight labour markets and wage inflation during the year and a generally high inflationary environment. However, we are starting to see inflation levels coming down due to decreasing energy prices and within the real estate construction industry, we also see the cost of raw materials returning to normal prices.

In reaction to increased inflation, the rising interest rates have impacted real estate capital markets materially, leading to a significant drop in transaction volumes across the globe. With the magnitude of increased interest rates the risk premium for real estate has expanded and sellers and buyers are still somewhat separated on the market, although some markets have adjusted more quickly like the United Kingdom. Traditional bank debt availability is much more limited and at lower loan to value ratios, which has had an impact on both prices and transaction activity. As a consequence, we have experienced limited sales activities in PMM Global V's portfolio during the financial year.

The aftermath of Covid-19 has had severe effect on some of the traditional strong cosmopolitan office markets, especially in the US, where office usage levels are far from prior levels and office occupiers are reconsidering their space requirements. On top of this, ESG matters and the decarbonization demand is being emphasized by occupiers, investors and not least by regulatory environmental requirements. This requires additional CAPEX measures to be taken into consideration especially for older office stock.

All these external factors influence the pricing of real estate and the reduced liquidity makes it more difficult for valuers to determine fair value. The increase in base interest rates, margin pressure and reduced leverage levels have had and will for some markets still have an impact on real estate valuations. For some markets and especially within residential and industrial, we have seen rental inflation partially off-set some of the aforementioned negative price adjustments. However, the end result varies depending on sector, project type and location of the specific assets.

In light of the difficult and uncertain times described above we have been able to take advantage of the market and completed two attractive investments, one within residential in Berlin, Germany and one within industrial in Birmingham, UK during the financial year for PMM Global V. Hence, the portfolio has grown to a total of 11 active investments at the end of the financial year. These 11 investments hold a total of 138 underlying assets.

PMM Global V still has approximately 9% of its capital to commit and has identified three specific investments, which will be completed within nine months from the end of the financial year in accordance with the Fund documentation.



## Management's review

### Disclosure requirements in respect of section 61 (3) of the Danish FAIF Act

We can inform that during the financial year there have been no changes to the disclosures regarding sections 62, 64 and 65. The disclosures are included in the quarterly investor report as well as the subscription documentation for the fund. The requested disclosure of total remunerations paid to the management of PATRIZIA Global Partners A/S can be found in the annual report of PATRIZIA Global Partners A/S, which can be found at [www.erhvervsstyrelsen.dk](http://www.erhvervsstyrelsen.dk). The disclosures are given on manager level and are neither allocated nor shown per individually managed fund.

### Financial review

Positive fair value adjustments on foreign property investments recognized as associates, are recognized directly in equity in the annual report, but are recognized in the income statement in the investor reports. A reconciliation between the two accounting policies is shown below:

Income statement for the Group			
EUR'000	According to investor reports	Adjustment	According to the annual report
Net income from properties	1,588	0	1,588
Fair value adjustment of property investments	1,712	864	2,576
Impairment adjustments for associates	0	-690	-690
Administrative expenses	-1,660	0	-1,660
<b>Operating profit</b>	<b>1,640</b>	<b>174</b>	<b>1,814</b>
Net financials	-13,592	4,866	-8,726
<b>Profit for the year</b>	<b>-11,952</b>	<b>5,042</b>	<b>-6,912</b>

### Operating activities

In the financial year 2022/23, the Group generated an operating profit of EUR 1,814 thousand. Profit after foreign exchange adjustments and financial expenses amounted to EUR -6,912 thousand.

### Financing

In the financial year, the investors in the Fund made capital injections (cash calls) of EUR 39.5 million.

The limited partner's committed capital totaled EUR 263.2 million. Undrawn capital amounted to EUR 70.5 million. Payment of the undrawn commitment is not deemed to be subject to any risk.

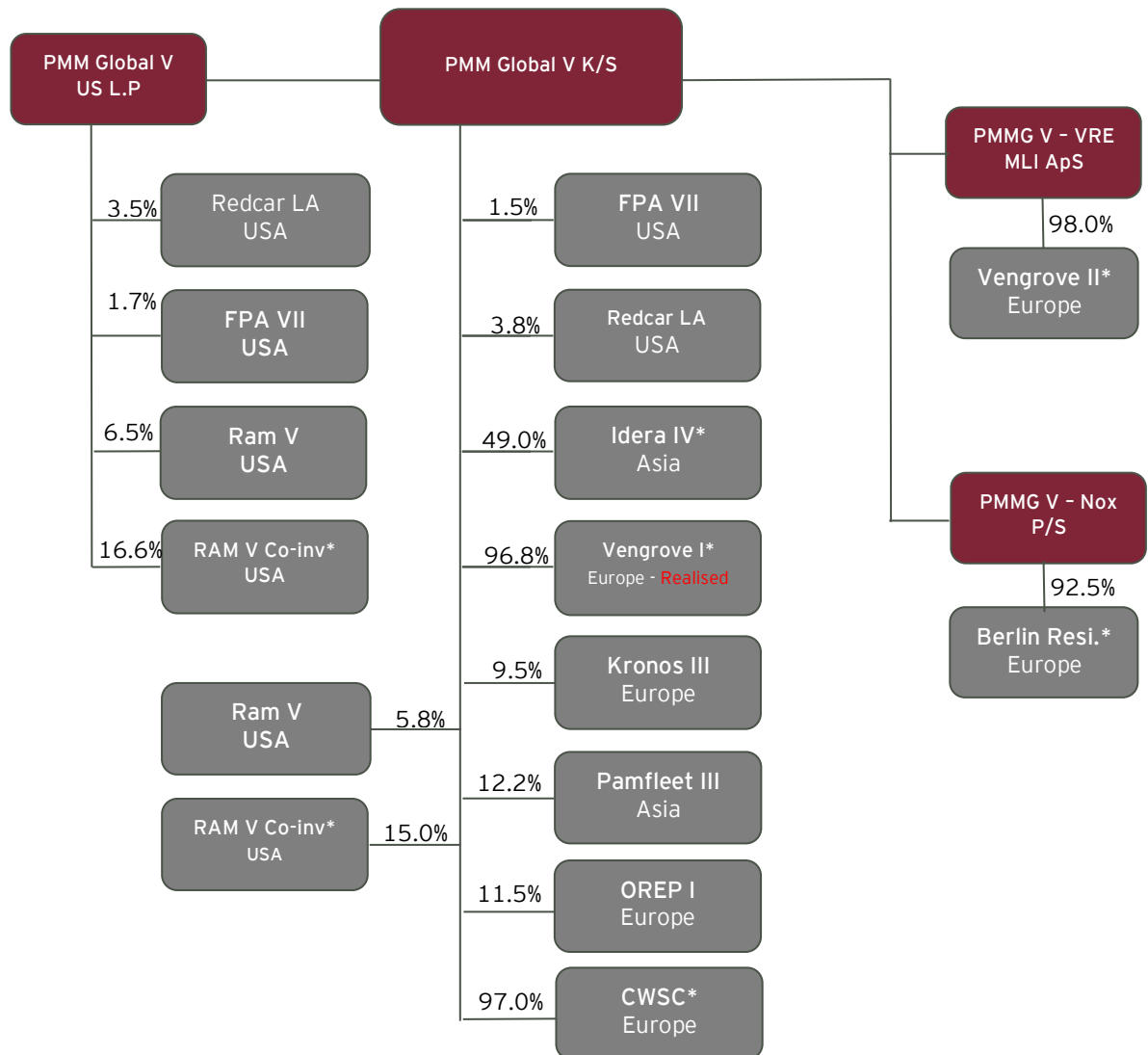
### Investments

At the end of the financial year, total commitments to investments amounted to EUR 253.1 million, equivalent to 96.2% of total net commitments to the Fund. Of the total commitments, net investments made in underlying investments (cash calls) totaled EUR 206.3 million or approx. 81.5%.

### Parent Company

In the financial year 2022/23, the Parent Company generated an operating profit of EUR 4,101 thousand. Profit after foreign exchange adjustments, financial income and financial expenses was EUR -6,912 thousand.

Management's review



Note: the above-mentioned percentages refer to PMM Global V K/S' ownership shares in each of the investments. The country / region specification refers to the location of the assets.

\*The company has, as consequence of the structure, characteristics and contractual agreement of the investment, no control of the investment.

Realised = All properties are sold, but liquidation reserves may be outstanding.

## Management's review

### Financial risks and use of financial instruments

#### *Operating risks*

The Fund's most significant operating risks relate to property market developments and general economic risks. During the investment period, the Fund mitigated the risks by engaging in diversified investments in the European, American and Asian markets.

#### *Financial risks*

Apart from liabilities relating to operating activities and trading activities, PMM Global V K/S has no debt, and investments are not leveraged. For each of the foreign property investments, no investments have been made in investments with leverage - the proportion between liabilities and assets –exceeding 70%. The leverage total for all property investments is not to exceed an average of 60% at the end of the investment period or when the last investment has been completed. The current leverage in the investments made in foreign property investments amounts to 49%. Accordingly, the financial risk is assessed as moderate.

#### *Foreign exchange risks*

The Fund makes investments in foreign property investments in foreign currency. No hedging of foreign currency risks on long-term investments is made. At their own discretion, the Fund's investors may decide to hedge the underlying risk of an investment.

#### *Knowledge resources*

The Fund makes investments based on an overall assessment of potential property investments using a systematised selection method involving external consultants, when necessary. When selecting specific assets, the personal knowledge and competencies of the partners are decisive. Consequently, the Fund has ensured strong alignment of the partners through financial incentives.

#### *Environmental matters*

The Fund's operations have no direct environmental impact in terms of pollution.

#### *Research and development activities*

During the financial year, the Fund had no research and development activities, and none are expected in the coming financial year.

#### *Events after the balance sheet date*

No events materially affecting the Group's and the Company's financial position have occurred subsequent to the financial year-end.

#### *Outlook*

We expect the portfolio to generate a return of approximately 2% (before currency) in the coming financial year, although this is with a high degree of uncertainty within an expected range of +/- 5 percentage points given the current economic climate.

Over the Fund's lifetime it is projected to generate an attractive net internal rate of return (IRR) of around 10-11%

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Income statement

Note	EUR'000	Group		Parent company	
		2022/23	2021/22	2022/23	2021/22
	<b>Net operating income from properties</b>	1,588	6,339	1,049	6,199
	Fair value adjustment of foreign property investments	2,576	18,245	4,119	12,495
	Impairment adjustments for associated entities	-690	490	0	490
	Administrative expenses	-1,660	-1,664	-1,067	-1,117
	<b>Gross profit</b>	1,814	23,410	4,101	18,067
	Profit from group enterprises	0	0	-5,550	8,161
4	Financial income	2,822	13,294	1,350	10,040
5	Financial expenses	-11,548	-436	-6,813	0
	<b>Profit/ loss for the year</b>	<b>-6,912</b>	<b>36,268</b>	<b>-6,912</b>	<b>36,268</b>

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Balance sheet

Note	EUR'000	Group		Parent company		
		2022/23	2021/22	2022/23	2021/22	
		<b>ASSETS</b>				
		<b>Fixed assets</b>				
7		<b>Investments</b>				
		Investments in subsidiaries	0	0	24,061	30,870
		Investments in associates	68,011	55,595	41,972	43,628
		Investments in foreign property investments	158,192	149,622	117,377	109,011
		Loan to subsidiaries	0	0	20,764	16,477
			<u>226,203</u>	<u>205,217</u>	<u>204,174</u>	<u>199,986</u>
		<b>Total fixed assets</b>	<u>226,203</u>	<u>205,217</u>	<u>204,174</u>	<u>199,986</u>
		<b>Non-fixed assets</b>				
		<b>Receivables</b>				
		Receivables from group enterprises	0	0	9,081	0
		Other receivables	3,841	2,750	3,786	2,750
			<u>3,841</u>	<u>2,750</u>	<u>12,867</u>	<u>2,750</u>
		<b>Cash</b>	<u>87</u>	<u>0</u>	<u>13,090</u>	<u>5,603</u>
		<b>Total non-fixed assets</b>	<u>3,928</u>	<u>2,750</u>	<u>25,957</u>	<u>8,353</u>
		<b>TOTAL ASSETS</b>	<u><u>230,131</u></u>	<u><u>207,967</u></u>	<u><u>230,131</u></u>	<u><u>208,339</u></u>

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Balance sheet

Note	EUR'000	Group		Parent company	
		2022/23	2021/22	2022/23	2021/22
		<b>EQUITY AND LIABILITIES</b>			
		<b>Equity</b>			
8	Investments by limited partners	186,934	147,454	186,934	147,454
	Net revaluation reserve according to the equity method	0	0	19,903	30,493
	Retained earnings	43,197	55,150	23,294	24,657
	<b>Total equity</b>	<b>230,131</b>	<b>202,604</b>	<b>230,131</b>	<b>202,604</b>
	<b>Liabilities other than provisions</b>				
	<b>Current liabilities other than provisions</b>				
	Bank debt	0	1,985	0	0
	Payables to group enterprises	0	0	0	2,358
	Other payables	0	3,378	0	3,377
		0	5,363	0	5,735
	<b>Total liabilities other than provisions</b>	<b>0</b>	<b>5,363</b>	<b>0</b>	<b>5,735</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>230,131</b>	<b>207,967</b>	<b>230,131</b>	<b>208,339</b>

- 1 Accounting policies
- 2 Recognition and measurement uncertainties
- 3 Staff costs
- 6 Appropriation of profit/loss
- 9 Contractual obligations and contingencies, etc.
- 10 Related parties

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Statement of changes in equity

Note	EUR'000	Group		
		Investments by limited partners	Retained earnings	Total
	<b>Equity at 1 October 2022</b>	147,454	55,150	202,604
	Equity called during the period	39,480	0	39,480
	Transfer through appropriation of loss	0	-6,912	-6,912
	Fair value adjustments associates	0	-5,041	-5,041
	<b>Equity at 30 September 2023</b>	<b>186,934</b>	<b>43,197</b>	<b>230,131</b>

Note	EUR'000	Parent company			
		Investments by limited partners	Net revaluation reserve according to the equity method	Retained earnings	Total
	<b>Equity at 1 October 2022</b>	147,454	30,493	24,657	202,604
	Equity called during the period	39,480	0	0	39,480
6	Transfer, see "Appropriation of profit/loss"	0	-10,590	3,678	-6,912
	Fair value adjustments associates	0	0	-5,041	-5,041
	<b>Equity at 30 September 2023</b>	<b>186,934</b>	<b>19,903</b>	<b>23,294</b>	<b>230,131</b>

At the balance sheet date, allocated carried interest amounted to approx. EUR 289 thousand. In case of liquidation of the Fund, the amount would be redistributed between A and B shares at the balance sheet date. Carried interest will only be relevant in case it is earned over the total lifetime of the Fund.

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Cash flow statement

Note	EUR'000	Group	
		2022/23	2021/22
	Profit/loss for the year	-6,912	36,268
	Cash generated from operations (operating activities)	-6,912	36,268
	Value adjustment of property investments and loans	-2,645	-17,168
	Impairment adjustments for associates	690	-490
	Unrealised exchange adjustments of property investments and loans	8,245	-13,285
	Changes in receivables	-4,469	680
	<b>Cash flows from operating activities</b>	<b>-5,091</b>	<b>6,005</b>
	Acquisition of investments in associates	-18,147	-9,813
	Acquisition of investments in property investments	-18,057	-39,560
	Disposal of investments in property investments	3,887	13,144
	Disposal of investments in associates	0	2,617
	<b>Cash flows to investing activities</b>	<b>-32,317</b>	<b>-33,612</b>
	Investments by limited partners	39,480	26,839
	Exits to limited partners	0	-5,721
	Dividend to limited partners	0	-3,993
	<b>Cash flows from financing activities</b>	<b>39,480</b>	<b>17,125</b>
	<b>Net cash flow</b>	<b>2,072</b>	<b>-10,482</b>
	Cash and cash equivalents at 1 October	-1,985	8,497
	<b>Cash and cash equivalents at 30 September</b>	<b>87</b>	<b>-1,985</b>



## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 1 Accounting policies

The annual report of PMM Global V K/S has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to medium-sized reporting class C entities with the adjustments following the legal form and operating activities of the Fund.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

#### Basis of recognition and measurement

All income in relation to the financial year is recognised in the income statement as earned. Negative value adjustments in respect of investments in foreign property investments are also recognised in the income statement.

Equally, costs incurred to generate the year's earnings are recognised in the income statement.

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

Liabilities are recognised in the balance sheet when an outflow of economic benefits from the Fund is probable and when the liability can be reliably measured.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described below. In recognising and measuring assets and liabilities, expected losses and risks occurring prior to the presentation of the annual report that evidence conditions existing at the balance sheet date are taken into account.

#### Reporting currency

The financial statements are presented in euros (EUR), as the Company's most significant transactions are settled in EUR.

#### Consolidated financial statements

The consolidated financial statements comprise the Parent Company PMM Global V K/S and subsidiaries in which the Parent Company directly or indirectly holds the majority of the voting rights or which it, through shareholding or in some other way, controls.

On consolidation, similar items are aggregated. Intra-group income and expenses, shareholdings, dividends, balances and realised and unrealised gains on intra-group transactions are eliminated.

The Parent Company's investments in consolidated subsidiaries are set off against the Parent Company's share of the subsidiaries' equity value at the date when the subsidiary was acquired.

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Foreign currency translation

EUR is used as the functional currency. Transactions denominated in other currencies than EUR are considered transactions denominated in foreign currencies.

On initial recognition, investments in property investments are translated to EUR at the exchange rates at the transaction date. Subsequent fair value adjustments of investments in property investments are recognised in the income statement at the same historical exchange rate to the effect that exchange rate adjustments do not affect the operating profit. Differences arising between the exchange rate at the balance sheet date and the historical exchange rate are recognised in the income statement as financial items. Financial items are specified in the note regarding financial income and expenses on investments in foreign property investments and other items.

Receivables, payables and other monetary items denominated in foreign currencies are translated to EUR at the exchange rate or forward price at the balance sheet date. The difference between the exchange rates at the balance sheet date and at the date at which the receivable or payable arose or the exchange rate in the latest annual report is recognised in the income statement as financial income or expenses.

Investments in foreign property investments are translated at the exchange rate at the balance sheet date.

##### Income statement

###### Net operating income from properties

In the income statement, net operating income received from properties translated at the weighted historical exchange rates at the transaction date is recognised as income.

###### Other operating income

In the income statement, fair value adjustment of properties and liabilities translated at the weighted historical exchange rates at the transaction date for cash calls are recognised as income.

Value adjustments due to changes in exchange rates are recognised as financial income or expenses.

###### Administrative expenses

Administrative expenses comprise expenses for management fee to PATRIZIA Global Partners A/S, due diligence costs in connection with investments, remuneration to the general partner and audit fee.

The Fund has entered into a management agreement regarding the Fund's activities. A fixed management fee is paid.

###### Financial income and expenses

Financial income and expenses comprise foreign exchange adjustments of investments in foreign property investments, other realised and unrealised foreign exchange adjustments and interest.

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Tax

PMM Global V K/S is not a separate entity subject to taxation. The tax liability in respect of the Fund's earnings is incumbent on the individual investors of the Fund. For this reason, no tax is calculated on the Fund's earnings, and withholding of foreign tax on dividends from property investments is charged directly to the Fund's investors.

##### Balance sheet

##### Investments

###### Investments in subsidiaries

Investments in subsidiaries are recognised and measured according to the equity method.

The proportionate ownership share of the subsidiaries' equity value determined based on the fair value of the identifiable net assets at the acquisition date minus or plus unrealised intragroup gains or losses is recognised in the balance sheet as "Investments in subsidiaries".

The total net revaluation of investments in subsidiaries is transferred via distribution of profit to "Reserve for net revaluation according to the equity method" under equity. The reserve is reduced by distribution of dividends to the Parent Company and is adjusted by other changes in equity in subsidiaries.

###### Investments in associates

On initial recognition, investments in associates are determined at the exchange rates at the transaction date and are subsequently measured at fair value translated at the exchange rate at the balance sheet date. The fair value is determined by each fund based on the fair value of the underlying properties. Liabilities in investments in property investments are measured at fair value.

The fair value measurement is based on recognised valuation methods on the basis of unobservable market information (fair value hierarchy 3).

The proportionate ownership share of the associates' equity value determined based on the fair value of the identifiable net assets at the acquisition date minus or plus unrealised intragroup gains or losses is recognised in the balance sheet as "Investments in associates".

###### Investments in foreign property investments

On initial recognition, investments in property investments are determined at the exchange rates at the transaction date and are subsequently measured at fair value translated at the exchange rate at the balance sheet date. The fair value is determined by each fund based on the fair value of the underlying properties. Liabilities in investments in property investments are measured at fair value.

The fair value measurement is based on recognised valuation methods on the basis of unobservable market information (fair value hierarchy 3).

Investment commitments where cash calls have not been made at the balance sheet date are disclosed under contingent liabilities in the notes. Received dividends from property investments are deducted from the value of the investments.

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Receivables

The Company has chosen IAS 39 as interpretation for impairment write-down of financial receivables.

Receivables are recognised in the balance sheet at amortised cost, which is equivalent to nominal value less write-down for bad debt losses. Write-downs are made for bad debt losses based on an individual assessment of receivables.

Receivables from limited partners regarding cash calls receivable, etc. are recognised at nominal value.

##### Cash

Cash comprise cash and short term securities which are readily convertible into cash and subject only to minor risks of changes in value.

##### Equity

###### *Revaluation reserve*

Investments by limited partners are recognised when cash calls are made. Investment commitments where cash calls have not been made at the balance sheet date are disclosed in the notes.

The reserve for net revaluation according to the equity method is determined as the total net revaluation of investments in subsidiaries less distribution of dividends to the Parent Company and adjusted for other changes in equity in subsidiaries.

Fair value adjustments of investments in associates are made on a continuous basis, and revaluations and reversals relative to cost are recognised in a special reserve under equity called "Revaluation reserve".

The revaluation reserve is reduced by the depreciation charges relating to the revaluation.

###### *Reserve for net revaluation according to the equity method*

The net revaluation reserve according to the equity method includes net revaluations of investments in group entities and associates relative to cost. The reserve can be eliminated in case of losses, realisation of investments or a change in accounting estimates. The reserve cannot be recognised at a negative amount.

##### Liabilities

The Company has chosen IAS 39 as interpretation for liabilities.

Liabilities (current and non-current) are included when the Fund, as a consequence of an event occurring no later than on the balance sheet date, has a legal or constructive obligation, and an outflow of economic benefits from the Fund to settle the obligation is probable. Investment commitments where cash calls have not been made at the balance sheet date are disclosed in the notes.

Other liabilities are measured at net realisable value.

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Cash flow statement

The cash flow statement shows the cash flows from operating, investing and financing activities for the year, the year's changes in cash and cash equivalents as well as cash and cash equivalents at the beginning of the year and at the end of the year.

Cash flows from operating activities

Cash flows from operating activities are calculated as profit/loss for the year adjusted for changes in working capital and non-cash operating items such as value adjustments. The working capital comprises fixed assets minus current liabilities - excluding items included in cash and cash equivalents.

Cash flows from investing activities

Cash flows from investing activities comprise cash flows from and to investments in property investments.

Cash flows from financing activities

Cash flows from financing activities comprise cash flows from and to the investors.

##### Financial ratios

Financial ratios are calculated in accordance with the Danish Finance Society's guidelines.

#### 2 Recognition and measurement uncertainties

The determination of the carrying amount of property investments and liabilities requires judgements, estimates and assumptions concerning future events.

The estimates and assumptions made are based on fair value calculations from property investments, historical experiences and other factors assessed by Management to be reliable in the circumstances, but which by nature are associated with uncertainty and unpredictability.

The assumptions made may prove incomplete or inaccurate, and unexpected events or circumstances may arise. Furthermore, the Fund is subject to risks and uncertainties, which may lead to actual results differing from the estimates. Particular risks for PMM Global V K/S are mentioned in the Management's review.

Due to the continued geopolitical situation in Ukraine and the Middle East and the generally high inflationary environment the market is continuously illiquid. This results in increased uncertainty regarding the fair value measurement of the property investments.

It may be necessary to change previously made estimates as a consequence of changes in the circumstances on which the previous estimates were based or due to new knowledge or subsequent events.

Estimates essential to the financial reporting may for example comprise determination of the value of the underlying investments in foreign property investments. Because of the measurement principles used, the calculation of fair value will be subject to uncertainty.

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 3 Staff costs

##### Group

The Partnership has no employees.

The Limited Partnership is managed by the general partner. The general partner receives an annual fee of t.EUR 40 for the general partner role.

EUR'000	Group		Parent company	
	2022/23	2021/22	2022/23	2021/22
<b>4 Financial income</b>				
Interest income from subsidiaries	0	0	777	655
Other financial income	2,822	13,294	573	9,385
	<u>2,822</u>	<u>13,294</u>	<u>1,350</u>	<u>10,040</u>
<b>5 Financial expenses</b>				
Other financial expenses	11,548	436	6,813	0
	<u>11,548</u>	<u>436</u>	<u>6,813</u>	<u>0</u>
			Parent company	
EUR'000			2022/23	2021/22
<b>6 Appropriation of profit/ loss</b>				
<b>Recommended appropriation of profit/ loss</b>				
Net revaluation reserve according to the equity method			-10,590	20,297
Retained earnings/accumulated loss			3,678	15,971
			<u>-6,912</u>	<u>36,268</u>

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 7 Investments

EUR'000	Group		
	Investments in associates	Investments in foreign property investments	Total
Cost at 1 October 2022	34,429	116,422	150,851
Additions	18,147	18,057	36,204
Disposals	0	-3,887	-3,887
Cost at 30 September 2023	52,576	130,592	183,168
Value adjustments at 1 October 2022	21,166	33,200	54,366
Revaluations for the year	-5,731	-5,600	-11,331
Value adjustments at 30 September 2023	15,435	27,600	43,035
<b>Carrying amount at 30 September 2023</b>	<b>68,011</b>	<b>158,192</b>	<b>226,203</b>

#### Group

##### Associates

Name	Domicile	Interest	Equity EUR'000	Profit/ loss EUR'000
Idera IV	Asia	49.0%	42,868	-2,681
Vengrove II*	Europe	98.0%	15,101	-704
Citywest Shopping Centre*	Europe	97.0%	11,131	856
RAM V Co-Investment**	USA	29.1%	73,568	-13,890

\*The company has, as consequence of the structure, characteristics and contractual agreement of the investment, no control on the investment.

\*\*Classified as an associate in the consolidated financial statements together with associates in the parent company.

## Consolidated financial statements and parent company financial statement 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 7 Investments (continued)

##### Group

Name	Domicile	Interest	Equity EUR '000	Profit/loss EUR '000
<b>Foreign property investments</b>				
FPA Apartment Opportunity Fund VII	USA	3.2%	850,525	-59,991
Redcar LA Opportunity	USA	7.3%	421,822	-57,725
Kronos Iberian Real Estate Fund III	Europe	9.5%	248,283	14,272
Pamfleet Real Estate Fund III	Asia	7.8%	397,950	-14,677
Ram Realty Partners V	USA	12.3%	160,363	-15,286
OREP I	Europe	11.5%	224,622	27,038

On initial recognition, property investments are measured at cost translated at the exchange rates at the transaction date. Subsequently, property investments are measured at fair value translated at the exchange rate at the balance sheet date. The fair value is determined based on the fair value of the net assets in the investment comprising underlying properties and related liabilities.

PMM Global V K/S' investments are not quoted on an active market. The investments will generally be classified as Level 3 in the fair value hierarchy. The valuation models applied for assets within the underlying investments will typically be based on (i) discounted cash flow analysis; (ii) direct capitalisation method; and/or (iii) comparable sales method. The investments reflect its real estate equity investments net of investment level financing. Increases or decreases in any of the assumptions in isolation would result in a lower or higher fair value measurement.

Since there is no liquid market for real estate or real estate-related investments, the market price for such investments may not be readily ascertainable. As a result, amounts ultimately realised by the investments may differ from the fair value presented and the difference could be material.

The review of the valuation process is performed by the management of PATRIZIA Global Partners A/S. PATRIZIA Global Partners A/S considers the valuation techniques and inputs used in valuing the investments as part of its due diligence prior to investing to ensure they are reasonable and appropriate.

PATRIZIA Global Partners A/S bases their ongoing review of the valuation process of the information reported from the real estate investments in their annual report and quarterly reports. In PATRIZIA Global Partners A/S' review of the valuation process, the obtained reported information is compared to what is budgeted or expected by the management of PATRIZIA Global Partners A/S and, if the information is not in accordance with expectations, management engages in a dialog with the operating partners of the investments in order to clarify any irregularities. At least once every year, PATRIZIA Global Partners A/S ensures that an external valuation is carried out or satisfactory documentation for the fair market valuation of all the assets in the Fund is obtained.

The following table shows information about unobservable inputs used by the real estate funds in relation to the fair value measurement at 30 September 2023 as per their quarterly reports:



Consolidated financial statements and parent company financial statement 1 October 2022 - 30 September 2023

Notes to the financial statements

7 Investments (continued)

At 30 September 2023						
Investment	Type	Asset class	Valuation techniques	Unobservable inputs	Weighted average	Vacancy
Redcar I	Investment in real estate equity	Office	Discounted Cash Flow Sales Comparison  Income Capitalization Approach	a) Discount rate b) Exit cap rate c) Sales comparables d) Income capitalization  e) Exit cap rate f) Discount rate	a) 9.50% - 11.50% (avg. 10.51%) b) 5.25 - 5.75% (avg. 5.37%) c) USD 224/sf d) USD 595 - 1,086/sf  e) 5.0 - 5.5% f) 6.5 - 7.5%	66%
Kronos III	Real estate development	Residential	Appraisal - Discounted Cash Flow (unobservable inputs used for discount rate/cost of equity calculated using CAPM) Sales Comparison	a) Market valuation	a) EUR 123 - 3,219 m <sup>2</sup>	50%
Pamfleet III	Investment in real estate equity	Commercial	Discounted Cash Flow  Residual Method	a) Discount rate b) Terminal cap rate  c) GDV d) Outstanding construction cost e) MV f) Remaining years to completion	a) 4.3 - 6.5 % b) 2.8 - 4.0%  c) HKD 3,450M d) HKD 580M e) HKD 2,009M f) 2	13%

## Consolidated financial statements and parent company financial statement 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 7 Investments (continued)

At 30 September 2023						
Investment	Type	Asset class	Valuation techniques	Unobservable inputs	Weighted average	Vacancy
FPA Apartment Opportunity Fund VII	Investment in real estate equity	Residential (stabilised)	Direct capitalisation method	a) Capitalisation rate	a) 3.8 - 6.5% (avg. 4.2%)	6%
	Investment in real estate equity	Residential (unstabilised)	Discounted Cash Flow	a) Capitalisation rate b) Discount rate c) Rent escalation d) Expense escalation e) DCF term (years)	a) 5.3 - 6.5% (avg. 5.9%) b) 8.4 - 10.9% (avg. 9.7%) c) 2.5 - 5.0% (avg. 3.8%) d) 3.0% e) 5	
Ram Realty Partners V (incl. Co-Inv)	Investment in real estate equity	Multifamily	Cost Approach Sales Comparison Approach Income Capitalization Approach	a) Capitalisation rate b) Discount rate	a) 5.0% - 5.5% (avg. 5.2%) b) 7.0% - 8.25% (avg. 7.5%)	18%
	Investments in real estate equity	Commercial	Cost Approach Sales Comparison Approach Income Capitalization Approach	a) Capitalisation rate b) Discount rate	a) 6.0% - 7.25% (avg. 7.0%) b) 7.75% - 10.0% (avg. 9.5%)	

## Consolidated financial statements and parent company financial statement 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 7 Investments (continued)

At 30 September 2023						
Investment	Type	Asset class	Valuation techniques	Unobservable inputs	Weighted average	Vacancy
OSAE Real Estate Fund I	Investment in real estate equity	Office	Discounted Cash Flow	a) Exit cap rate	a) 3 - 4.5%	
	Investment in real estate equity	Residential	Sales Comparison Approach	a) Sales prices	a) EUR 12,000 - 16,000 m <sup>2</sup>	51%
	Investment in real estate equity	Hotels	Discounted Cash Flow	a) Exit cap rate	a) 4 - 6%	

## Consolidated financial statements and parent company financial statements 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 7 Investments (continued)

EUR'000	Parent company				Total
	Investments in subsidiaries	Investments in associates	Investments in foreign property investments	Loan to subsidiaries	
Cost at 1 October 2022	14,350	29,655	86,393	16,436	146,834
Additions	863	1,262	13,012	4,287	19,424
Disposals	0	0	-3,723	0	-3,723
Cost at 30 September 2023	15,213	30,917	95,682	20,723	162,535
Value adjustments at 1 October 2022	16,520	13,973	22,618	41	53,152
Revaluations for the year	-7,672	-2,918	-923	0	-11,513
Value adjustments at 30 September 2023	8,848	11,055	21,695	41	41,639
<b>Carrying amount at 30 September 2023</b>	<b>24,061</b>	<b>41,972</b>	<b>117,377</b>	<b>20,764</b>	<b>204,174</b>

#### Parent company

Name	Domicile	Interest	Equity EUR'000	Profit/ loss EUR'000
PMM Global V US L.P	USA	100.00%	24,803	-6,869
PMMG V - VRE MLI ApS	Europe	100.00%	-798	-804
PMMG V - Nox P/S	Europe	100.00%	55	0
<b>Associates</b>				
Idera IV	Asia	49.00%	42,868	-2,681
Citywest Shopping Centre*	Europe	97.00%	11,131	856
RAM V Co-Investment**	USA	13.80%	73,568	-13,890

\*The company has, as consequence of the structure, characteristics and contractual agreement of the investment, no control on the investment.

\*\*Classified as an associate in the consolidated financial statements.

## Consolidated financial statements and parent company financial statement 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 7 Investments (continued)

##### Parent

Name	Domicile	Interest	Equity EUR '000	Profit/loss EUR '000
<b>Foreign property investments</b>				
FPA Apartment Opportunity Fund VII	USA	1.5%	850,525	-59,991
Redcar LA Opportunity	USA	3.8%	421,822	-57,725
Kronos Iberian Real Estate Fund III	Europe	9.5%	248,283	14,272
Pamfleet Real Estate Fund III	Asia	7.8%	397,950	-14,677
Ram Realty Partners V	USA	5.8%	160,363	-15,286
OREP I	Europe	11.5%	224,622	27,038

#### 8 Investments by limited partners

The subscribed equity consists of 263,200 shares of EUR 1,000 each.

The total subscribed equity capital amounts to EUR 263,200 thousand, the equity called at year end amounts to EUR 192,655 thousand and the commitment for additional investments amounts to EUR 46,800 thousand.

##### Limited Partners Holding more than 5% of the subscribed capital:

Pensionskassen for Sygeplejersker og Lægeseekretærer  
Pensionskassen for Socialrådgivere / -Pædagoger og Kontorpersonale  
Pensionskassen for Sundhedsfaglige  
C.L. Davids Fond Og Samling  
Tryg Real Estate Fund 2 A/S  
PMM Global V Feeder I K/S

## Consolidated financial statements and parent company financial statement 1 October 2022 - 30 September 2023

### Notes to the financial statements

#### 9 Contractual obligations and contingencies, etc.

EUR million	Commitment		Residual commitment	
	Currency	EUR	Currency	EUR
<b>Fund</b>				
FPA Apartment Opportunity Fund VII	USD 15.6	14.4	USD 0.4	0.4
Redcar LA Opportunity	USD 15.6	14.0	USD 0.2	0.1
Idera IV	JPY 2,528.0	19.5	JPY 507.7	3.2
Vengrove Real Estate Partners I	GBP 14.5	16.4	GBP 0.0	0.0
Kronos Iberian Real Estate Fund III	EUR 20.0	20.0	EUR 2.0	2.0
Pamfleet Real Estate Fund III	USD 35.0	31.7	USD 7.8	7.4
Ram Realty Partners V	USD 11.8	10.8	USD 3.1	2.9
Ram Co-Investment	USD 8.6	5.8	USD 0.2	0.2
OREP I	EUR 25.0	25.0	EUR 0.5	0.5
Citywest Shopping Center	EUR 9.7	9.7	EUR 0.0	0.0
Berlin Residential	EUR 17.4	17.4	EUR 17.4	17.4
<b>Total Parent Company</b>		<b>184.7</b>		<b>34.1</b>
FPA Apartment Opportunity Fund VII	USD 14.4	12.9	USD 0.4	2.4
Redcar LA Opportunity	USD 14.4	12.9	USD 0.2	0.2
Ram Realty Partners V	USD 13.2	12.0	USD 3.4	3.2
Ram Co-Investment	USD 5.2	6.4	USD 0.3	0.3
Vengrove II	GBP 20.0	23.2	GBP 6.7	7.7
Berlin Residential	EUR 0.9	0.9	EUR 0.9	0.9
<b>Total through Subsidiaries</b>		<b>68.3</b>		<b>12.7</b>
<b>Total Group</b>		<b>253.0</b>		<b>46.8</b>

#### 10 Related parties

PMM Global V K/S has the following related parties exercising control:

PMM V GP ApS, registration no. 39 68 18 03 is general partner in PMM Global V K/S. As general partner the company has the general management responsibility for PMM Global V K/S. However, a management agreement with a management company was entered when founding PMM Global V K/S, see below. As general partner PMM V GP ApS receives a fixed fee. Transactions have been made on an arm's length basis.

On behalf of PMM V GP ApS, PATRIZIA Global Partners A/S, registration no. 32 46 88 88 has entered into an agreement with PMM Global V K/S on the management of PMM Global V K/S. As management company PATRIZIA Global Partners A/S receives a fee calculated as a percentage of obtained commitments to make foreign property investments. Transactions have been made on an arm's length basis. No other transactions between PMM Global V K/S and PATRIZIA Global Partners A/S have taken place.

##### Investor Board

The Fund's Investor Board does not receive any fees.

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"By my signature I confirm all dates and content in this document."

## Mads Rude

### Board of Directors

On behalf of: the Fund

Serial number: b5c13838-7866-41d5-bc1f-31ffe2118646

IP: 147.161.xxx.xxx

2023-12-08 10:08:19 UTC



## Peter Vilhelm Carøe

### Board of Directors

On behalf of: the Fund

Serial number: bbd83503-301e-403d-a4aa-4027640b3607

IP: 2.107.xxx.xxx

2023-12-11 07:49:42 UTC



## Birger Grubbe

### Board of Directors

On behalf of: the Fund

Serial number: 93167a16-6a5b-429e-b486-b8eeab749c19

IP: 2.109.xxx.xxx

2023-12-11 09:55:06 UTC



## Kaare Kristensen Lendorf

EY Godkendt Revisionspartnerselskab CVR: 30700228

State Authorised Public Accountant

On behalf of: EY Godkendt Revisionspartnerselskab

Serial number: 8eede778-219e-4dd7-8652-c0d59bb93611

IP: 147.161.xxx.xxx

2023-12-11 10:30:36 UTC



## Thomas Hjortkjær Petersen

### State Authorised Public Accountant

On behalf of: EY Godkendt Revisionspartnerselskab

Serial number: 88470239-a9a6-49b5-95ab-0d41bd03fd33

IP: 147.161.xxx.xxx

2023-12-11 13:13:09 UTC



## Mads Peter Grønkjær

### Chairman

On behalf of: the Fund

Serial number: b5fd5ead-bf32-4ffe-b36c-37d770d42959

IP: 165.225.xxx.xxx

2024-02-02 11:39:33 UTC



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