

Borealis Denmark ApS

Stockholmsgade 45, 2100 København Ø

Company reg. no. 39 97 69 51

Annual report

1 January - 31 December 2021

The annual report was submitted and approved by the general meeting on the 2 March 2022.

Jan Roed
Chairman of the meeting

Contents

	<u>Page</u>
Reports	
Management's statement	1
Practitioner's compilation report	2
Management's review	
Company information	3
Management's review	4
Financial statements 1 January - 31 December 2021	
Accounting policies	5
Income statement	7
Balance sheet	8
Statement of changes in equity	9
Notes	10

Notes:

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

Management's statement

Today, the Managing Director has approved the annual report of Borealis Denmark ApS for the financial year 1 January - 31 December 2021.

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

I consider the chosen accounting policy to be appropriate, and in my 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 – 31 December 2021.

The Managing Director consider the conditions for audit exemption of the 2021 financial statements to be met.

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

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

København Ø, 2 March 2022

Managing Director

Jan Roed

Practitioner's compilation report

To the shareholders of Borealis Denmark ApS

We have compiled the financial statements of Borealis Denmark ApS for the financial year 1 January - 31 December 2021 based on the company's bookkeeping and on information you have provided.

These financial statements comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

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

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 2 March 2022

Grant Thornton

State Authorised Public Accountants
Company reg. no. 34 20 99 36

Michael Beuchert

State Authorised Public Accountant
mne32794

Company information

The company

Borealis Denmark ApS
Stockholmsgade 45
2100 København Ø

Company reg. no. 39 97 69 51
Established: 25 October 2018
Domicile: Copenhagen
Financial year: 1 January - 31 December

Managing Director

Jan Roed

Management's review

The principal activities of the company

Like previous years, the activities are manufacturing and selling organic chemicals.

Development in activities and financial matters

The gross profit for the year totals DKK 4.651.851 against DKK 5.004.391 last year. The results from ordinary activities after tax are DKK 246.042. Management considers the net profit for the year satisfactory.

Events subsequent to the financial year

No events have occurred subsequent to the financial year.

Accounting policies

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

Income statement

Gross profit

Gross profit comprises the revenue, changes in inventories of finished goods, and work in progress, work performed for own account and capitalised, other operating income, and external costs.

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

Revenue comprises the value of services provided during the year, including outlay for customers less VAT and price concessions directly associated with the sale.

Revenue is recognised in the income statement on the completion of sales. This is generally considered to be the case when:

- The service has been provided before the end of the financial year
- A binding sales agreement exists
- The sales price has been determined
- Payment has been received, or is anticipated with a reasonable degree of certainty.

This ensures that recognition does not take place until the total income and costs and stage of completion at the reporting date can be reliably validated and it seems probable that the economic benefits, including payments, will flow to the enterprise.

Other external costs comprise costs for sales, administration, and operational leasing costs.

Staff costs

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

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

Accounting policies

The balance sheet

Receivables

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

Income tax and deferred tax

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

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

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

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

Liabilities other than provisions

Liabilities other than provisions relating to investment properties are measured at amortised cost.

Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2021</u>	<u>2020</u>
Gross profit	4.627.851	5.004.391
1 Staff costs	-4.399.800	-4.751.154
Operating profit	228.051	253.237
Other financial costs	-6.009	-13.692
Pre-tax net profit or loss	222.042	239.545
Tax on ordinary results	-49.346	-53.526
Net profit or loss for the year	172.696	186.019
Proposed appropriation of net profit:		
Transferred to retained earnings	172.696	186.019
Total allocations and transfers	172.696	186.019

Balance sheet at 31 December

All amounts in DKK.

Assets		
<u>Note</u>	<u>2021</u>	<u>2020</u>
Current assets		
Receivables from subsidiaries	5.198.202	2.515.174
Receivable corporate tax	28.000	0
Other debtors	16.212	9.109
Total receivables	<u>5.242.414</u>	<u>2.524.283</u>
Total current assets	<u>5.242.414</u>	<u>2.524.283</u>
Total assets	<u>5.242.414</u>	<u>2.524.283</u>
Equity and liabilities		
Equity		
Contributed capital	223.813	223.813
Results brought forward	570.869	398.173
Total equity	<u>794.682</u>	<u>621.986</u>
Long term liabilities other than provisions		
Trade creditors	68.686	24.000
Payables to subsidiaries	2.864.761	0
Income tax payable	49.346	53.526
Other debts	1.464.939	1.824.771
Total short term liabilities other than provisions	<u>4.447.732</u>	<u>1.902.297</u>
Total liabilities other than provisions	<u>4.447.732</u>	<u>1.902.297</u>
Total equity and liabilities	<u>5.242.414</u>	<u>2.524.283</u>

2 Contingencies

Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 January 2021	223.813	398.173	621.986
Profit or loss for the year brought forward	<u>0</u>	<u>172.696</u>	<u>172.696</u>
	<u>223.813</u>	<u>570.869</u>	<u>794.682</u>

Notes

All amounts in DKK.

	<u>2021</u>	<u>2020</u>
1. Staff costs		
Salaries and wages	4.269.311	4.643.020
Pension costs	121.022	100.057
Other costs for social security	<u>9.467</u>	<u>8.077</u>
	<u>4.399.800</u>	<u>4.751.154</u>
Average number of employees	<u>2</u>	<u>2</u>

2. Contingencies

Contingent liabilities

Leasing liabilities

The company has entered into operational leasing contracts with an average annual leasing payment of DKK 215,105. The leasing contracts have 16-37 months left to run, and the total outstanding leasing payment is DKK 263,649.

PENNEO

Underskrifterne i dette dokument er juridisk bindende. Dokumentet er underskrevet via Penneo™ sikker digital underskrift. Underskrivernes identiteter er blevet registereret, og informationerne er listet herunder.

“Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument.”

Jan Roed

Direktør og dirigent

Serienummer: PID:9208-2002-2-629897450049

IP: 148.64.xxx.xxx

2022-03-04 13:10:52 UTC

NEM ID 

Michael Beuchert

Statsautoriseret revisor

Serienummer: CVR:34209936-RID:96597195

IP: 62.243.xxx.xxx

2022-03-04 14:55:10 UTC

NEM ID 

Penneo dokumentnøgle: 14CIH-QNHBA-XPWU1-4SJYN-KTDJ4-GITMM

Dette dokument er underskrevet digitalt via **Penneo.com**. Signeringsbeviserne i dokumentet er sikret og valideret ved anvendelse af den matematiske hashværdi af det originale dokument. Dokumentet er låst for ændringer og tidsstemplet med et certifikat fra en betroet tredjepart. Alle kryptografiske signeringsbeviser er indlejret i denne PDF, i tilfælde af de skal anvendes til validering i fremtiden.

Sådan kan du sikre, at dokumentet er originalt

Dette dokument er beskyttet med et Adobe CDS certifikat. Når du åbner dokumentet

i Adobe Reader, kan du se, at dokumentet er certificeret af **Penneo e-signature service** <penneo@penneo.com>. Dette er din garanti for, at indholdet af dokumentet er uændret.

Du har mulighed for at efterprøve de kryptografiske signeringsbeviser indlejret i dokumentet ved at anvende Penneos validator på følgende websted: <https://penneo.com/validate>