

PLIXXENT Denmark ApS

Kronborgvej 24, 5450 Otterup

Company reg. no. 40 56 13 82

Annual report

1 January - 31 December 2021

The annual report was submitted and approved by the general meeting on the 10 August 2022.

Søren Petersen
Chairman of the meeting

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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 PLIXXENT 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 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 31 December 2021, and of the results of the Group and the Company's operations and cash flows for the financial year 1 January – 31 December 2021.

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.

Otterup, 10 August 2022

Managing Director

Søren Petersen

Independent auditor's report

To the Shareholders of PLIXXENT Denmark ApS

Opinion

We have audited the consolidated financial statements and the parent company financial statements of PLIXXENT Denmark ApS for the financial year 1 January to 31 December 2021, comprising a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity, statement of cash flows and notes for both the Group the Parent Company. The consolidated financial statements and the parent company financial statements are prepared under 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 31 December 2021, and of the results of the Group and the Company's operations and cash flows for the financial year 1 January - 31 December 2021 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" section of our report.

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.

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 Consolidated Financial Statements and the Parent Company 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 consolidated financial statements and parent company financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and the parent company 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 consolidated financial statements and the parent company financial statements unless Management either intends to liquidate the Group or the Company or to cease operations, or has no realistic alternative but to do so.

Independent auditor's report

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements and the Parent Company Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements and the parent company 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 consolidated financial statements and parent company financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements and the parent company 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 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 consolidated financial statements and the parent company 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 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 consolidated financial statements and the parent company 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 Company to cease to continue as a going concern.

Independent auditor's report

- Evaluate the overall presentation, structure and contents of the consolidated financial statements and the parent company financial statements, including the disclosures, and whether the consolidated financial statements and the parent company 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 Management's Review

Management is responsible for Management's Review.

Our opinion on the consolidated financial statements and the parent company financial statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements and the parent company financial statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the consolidated financial statements and the parent company financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

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

Fredericia, 10 August 2022

KPMG

Statsautoriseret Revisionspartnerselskab
Company reg. no. 25 57 81 98

Nikolaj Møller Hansen
State Authorised Public Accountant
mne33220

Michael Lund Siegumfeldt
State Authorised Public Accountant
mne28662

Company information

The company

PLIXXENT Denmark ApS
Kronborgvej 24
5450 Otterup

Company reg. no. 40 56 13 82
Established: 28 May 2019
Domicile:
Financial year: 1 January 2021 - 31 December 2021
3rd financial year

Managing Director

Søren Petersen

Auditors

KPMG Statsautoriseret Revisionspartnerselskab
Vesterballevej 27, 2.
7000 Fredericia

Consolidated financial highlights

DKK in thousands.

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Income statement:			
Gross profit	48.659	46.408	-935
Profit from operating activities	892	2.306	-8.250
Net financials	-19.412	-16.594	-3.137
Net profit or loss for the year	-19.270	-15.202	-11.088
Statement of financial position:			
Balance sheet total	307.758	298.323	288.165
Equity	-23.111	-3.841	11.361
Cash flows:			
Operating activities	-33.650	-28.882	11.151
Investing activities	-875	-447	-248.444
Financing activities	27.324	9.615	247.586
Total cash flows	-7.201	-19.714	10.293
Employees:			
Average number of full-time employees	42	41	42
Key figures in %:			
Acid test ratio	235,8	198,9	219,9
Solvency ratio	-7,5	-1,3	4,1
Return on equity	-	-	-

Calculations of key figures and ratios follow the recommendations of the Danish Association of Finance Analysts.

Financial highlights for the parent

DKK in thousands.

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Income statement:			
Gross profit	-232	-738	-5.972
Profit from operating activities	-17.855	-18.361	-8.909
Net financials	-5.683	-18.530	-2.893
Net profit or loss for the year	-19.270	-15.202	-11.089
Statement of financial position:			
Balance sheet total	329.167	286.182	246.552
Equity	-23.111	-3.841	11.361
Cash flows:			
Operating activities	-14.723	-16.198	-476
Investing activities	0	0	-247.108
Financing activities	14.863	16.254	247.586
Total cash flows	140	56	2
Key figures in %:			
Acid test ratio	1.555,7	591,4	21,5
Solvency ratio	-7,0	-1,3	4,6
Return on equity	-145,9	-404,3	-195,2

Calculations of key figures and ratios follow the recommendations of the Danish Association of Finance Analysts.

Management's review

The principal activities of the group

Like previous years, the activities of the group and of PLIXXENT Denmark ApS is to be holding company and related activities.

Development in activities and financial matters

The continuation of the covid pandemic and an increase in the world economy created bottlenecks in the global supply chains in 2021. Increased costs for raw materials, energy and transport have become a consequence of this. This also affected PLIXXENT A/S. However, due to the dedicated work of our employees, we have been able to partially compensate for the effect of this.

The income statement of 2021 shows a loss of DKK -19.270 thousand after tax against a loss of DKK -15.202 thousand last year. The balance for the year ended 31. December 2021 shows a total capital and reserves of DKK -23.111 thousand. Total capital and reserves year ended 31. December 2020 was DKK -3.841 thousand.

The result for 2021 is in line with expectations.

As of 31. December 2021 the company has a negative total equity of DKK -23.111 thousand. The re-establishment of this is expected via future earnings from the subsidiary. The parent company will financially support the company if necessary.

Outlook

The demand for PLIXXENT A/S quality products is increasing. The situation in Ukraine and the continuing rise in prices on raw materials and energy will undoubtedly have an effect in PLIXXENT A/S. However, the overall effect of this is unknown.

The year revenue and result for 2022 is expected to be in line with the result for 2021.

Events occurring after the end of the financial year

No significant events have occurred after the year end closing that affects the company's financial position.

Accounting policies

The annual report for PLIXXENT Denmark ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class C enterprises (medium sized enterprises).

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

The consolidated financial statements

The consolidated income statements comprise the parent company PLIXXENT Denmark ApS and those group enterprises of which PLIXXENT Denmark ApS directly or indirectly owns more than 50 % of the voting rights or in other ways exercise control.

Consolidation policies

The consolidated financial statements have been prepared as a summary of the parent company's and the group enterprises' financial statements by adding together uniform accounting records calculated in accordance with the group's accounting policies.

Investments in group enterprises are eliminated by the proportionate share of the group enterprises' market value of net assets and liabilities at the acquisition date.

Non-controlling interests

Non-controlling interests constitute a share of the group's total equity. By distribution of net profit, profit or loss for the year is distributed on the share attributable to the non-controlling interests and the share attributable to the parent's shareholders respectively.

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.

Cost of sales comprises costs concerning purchase of raw materials and consumables less discounts and changes in inventories.

Other operating income comprises items of a secondary nature as regards the principal activities of the enterprise, including profit from the disposal of intangible and tangible assets.

Other external costs comprise costs incurred for distribution, sales, advertising, administration, premises, loss on receivables, 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.

Accounting policies

Depreciation, amortisation, and writedown for impairment

Depreciation, amortisation, and writedown for impairment comprise depreciation on, amortisation of, and writedown for impairment of intangible and tangible assets, respectively.

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.

Results from investments in subsidiaries

After full elimination of intercompany profit or loss less amortised consolidated goodwill, the equity investment in the individual subsidiaries are recognised in the income statement of the parent as a proportional share of the subsidiaries' post-tax profit or loss.

Tax on net profit or loss for the year

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

Statement of financial position

Intangible assets

Goodwill

Acquired goodwill is measured at cost less accumulated amortisation. Given that it is impossible to make a reliable estimate of the useful life, the amortisation period is set at 10 years.

Property, plant, and equipment

Property, plant, and equipment are measured at cost less accrued depreciation and writedown for impairment. Land is not subject to depreciation.

The depreciable amount is cost less any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the carrying amount, the depreciation is discontinued.

If the amortisation period or the residual value is changed, the effect on amortisation will, in future, be recognised as a change in the accounting estimates.

The cost comprises acquisition cost and costs directly associated with the acquisition until the time when the asset is ready for use.

Accounting policies

Depreciation is done on a straight-line basis according to an assessment of the expected useful life and the residual value of the individual assets:

	Useful life	Residual value
Buildings	30 years	TDK 2000
Plant and machinery	5-10 years	0
Other fixtures and fittings, tools and equipment	3-5 years	0

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Profit or loss derived from the disposal of property, land, and equipment is measured as the difference between the sales price less selling costs and the carrying amount at the date of disposal. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

Leases

At their initial recognition in the statement of financial position, leases concerning property, plant, and equipment where the group holds all essential risks and advantages associated with the proprietary right (finance lease) are measured either at fair value or at the present value of the future lease payments, whichever value is lower. When calculating the present value, the discount rate used is the internal rate of return of the lease or, alternatively, the borrowing rate of the enterprise. Hereafter, assets held under a finance lease are treated in the same way as other similar property, plant, and equipment.

The capitalised residual lease commitment is recognised in the statement of financial position as a liability other than provisions, and the interest part of the lease is recognised in the income statement for the term of the contract.

Leases are regarded as operating leases. Payments in connection with operating leases and other lease agreements are recognised in the income statement for the term of the contract. The group's total liabilities concerning operating leases and lease agreements are recognised under contingencies, etc.

Investments

Investments in subsidiaries

Investments in subsidiaries are recognised and measured by applying the equity method. The equity method is used as a measurement method.

Investments in subsidiaries are recognised in the statement of financial position at the proportionate share of the enterprise's equity value. This value is calculated in accordance with the parent's accounting policies with deductions or additions of unrealised intercompany gains and losses as well as with additions or deductions of the remaining value of positive or negative goodwill calculated in accordance with the acquisition method. Negative goodwill is recognised in the income statement at the time of acquisition of the equity investment. If the negative goodwill relates to contingent liabilities acquired, negative goodwill is not recognised until the contingent liabilities have been settled or lapsed.

Accounting policies

Consolidated goodwill is amortised over its estimated useful life, which is determined on the basis of the management's experience with the individual business areas. Consolidated goodwill is amortised on a straight-line basis over the amortisation period, which represent 10 years. The depreciation period is determined on the basis of an assessment that these are strategically acquired enterprises with a strong market position and a long-term earnings profile.

Investments in subsidiaries with a negative equity value are measured at DKK 0, and any accounts receivable from these enterprises are written down to the extent that the account receivable is uncollectible. To the extent that the parent has a legal or constructive obligation to cover an negative balance that exceeds the account receivable, the remaining amount is recognised under provisions.

To the extent the equity exceeds the cost, the net revaluation of equity investments in subsidiaries transferred to the reserve under equity for net revaluation according to the equity method. Dividends from subsidiaries expected to be adopted before the approval of this annual report are not subject to a limitation of the revaluation reserve. The reserve is adjusted by other equity movements in subsidiaries.

Deposits

Deposits are measured at amortised cost and represent lease deposits, etc.

Impairment loss relating to non-current assets

The carrying amount of both intangible and tangible fixed assets as well as equity investments in subsidiaries are subject to annual impairment tests in order to disclose any indications of impairment beyond those expressed by amortisation and depreciation respectively.

If indications of impairment are disclosed, impairment tests are carried out for each individual asset or group of assets, respectively. Writedown for impairment is done to the recoverable amount if this value is lower than the carrying amount.

The recoverable amount is the higher value of value in use and selling price less expected selling cost. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the asset group and expected net cash flows from the sale of the asset or the asset group after the end of their useful life.

Previously recognised impairment losses are reversed when conditions for impairment no longer exist. Impairment relating to goodwill is not reversed.

Inventories

Inventories are measured at cost on the basis of weighted measured average prices. In cases when the net realisable value is lower than the cost, the latter is written down for impairment to this lower value.

Costs of goods for resale, raw materials, and consumables comprise acquisition costs plus delivery costs.

Accounting policies

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value. In order to meet expected losses, they are written down for impairment to the net realisable value.

Prepayments and accrued income

Prepayments and accrued income recognised under assets comprise incurred costs concerning the following financial year.

Cash on hand and demand deposits

Cash on hand and demand deposits comprise cash at bank and on hand.

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 which usually corresponds to the nominal value.

Statement of cash flows

The cash flow statement shows the cash flows for the year, divided in cash flows deriving from operating activities, investment activities and financing activities, respectively, the changes in the liabilities, and cash and cash equivalents at the beginning and the end of the year, respectively.

The effect on cash flows derived from the acquisition and sale of enterprises appears separately under cash flows from investment activities. In the statement of cash flows, cash flows derived from acquirees are recognised as of the date of acquisition, and cash flows derived from sold enterprises are recognised until the date of sale.

Accounting policies

Cash flows from operating activities

Cash flows from operating activities are calculated as the group's and parent company's share of the profit adjusted for non-cash operating items, changes in the working capital, and corporate income tax paid. Dividend income from equity investments are recognised under “Interest income and dividend received”.

Cash flows from investment activities

Cash flows from investment activities comprise payments in connection with the acquisition and sale of enterprises and activities as well as the acquisition and sale of intangible assets, property, plant, and equipment, and investments, respectively.

Cash flows from financing activities

Cash flows from financing activities include changes in the size or the composition of the group's and parent company's share capital and costs attached to it, as well as raising loans, repayments of interest-bearing payables and payment of dividend to shareholders.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand with deduction of short-term bank debts and short-term securities with a maturity less than 3 months that are readily convertible into cash and which are subject to an insignificant risk of changes in value.

Income statement 1 January - 31 December

DKK thousand.

Note	Group		Parent	
	2021	2020	2021	2020
	48.659	46.408	-232	-738
1 Staff costs	-28.115	-24.333	0	0
Depreciation, amortisation, and impairment	-19.652	-19.769	-17.623	-17.623
	892	2.306	-17.855	-18.361
Income from investments in subsidiaries	0	0	15.789	17.450
Other financial income	3.062	1.798	0	943
2 Other financial expenses	-22.474	-18.392	-21.472	-19.473
	-18.520	-14.288	-23.538	-19.441
3 Tax on net profit or loss for the year	-750	-914	4.268	4.239
4 Net profit or loss for the year	-19.270	-15.202	-19.270	-15.202
Break-down of the consolidated profit or loss:				
Shareholders in PLIXXENT Denmark ApS	-19.270	-15.202		
	-19.270	-15.202		

Balance sheet at 31 December

DKK thousand.

Assets				
Note	Group		Parent	
	2021	2020	2021	2020
Non-current assets				
5 Group Goodwill	138.043	155.666	0	0
6 Goodwill	0	205	0	0
Total intangible assets	138.043	155.871	0	0
7 Property	4.588	5.268	0	0
8 Other fixtures and fittings, tools and equipment	2.637	2.830	0	0
10 Leasehold improvement	141	216	0	0
Total property, plant, and equipment	7.366	8.314	0	0
11 Investments in subsidiaries	0	0	231.189	233.023
12 Deposits	114	114	0	0
Total investments	114	114	231.189	233.023
Total non-current assets	145.523	164.299	231.189	233.023
Current assets				
Raw materials and consumables	12.928	7.674	0	0
Finished goods	10.594	11.124	0	0
Total inventories	23.522	18.798	0	0
Trade receivables	44.803	44.801	0	0
Receivables from group companies	81.910	41.044	91.086	41.005
13 Deferred tax assets	1.412	721	777	398
Income tax receivables	0	10.467	4.889	10.467
14 Prepayments and accrued income	1.550	1.954	987	1.191
Total receivables	129.675	98.987	97.739	53.061

Balance sheet at 31 December

DKK thousand.

Note	Group		Parent	
	2021	2020	2021	2020
Cash and cash equivalents	9.038	16.239	239	98
Total current assets	162.235	134.024	97.978	53.159
Total assets	307.758	298.323	329.167	286.182

Balance sheet at 31 December

DKK thousand.

Equity and liabilities

Note	Group		Parent	
	2021	2020	2021	2020
Equity				
Contributed capital	40	40	40	40
Retained earnings	-23.151	-3.881	-23.151	-3.881
Equity before non-controlling interest.	-23.111	-3.841	-23.111	-3.841
Total equity	-23.111	-3.841	-23.111	-3.841
Liabilities other than provisions				
Payables to group companies	118.896	90.778	202.814	136.864
Other payables	143.166	144.013	143.166	144.171
Total long term liabilities other than provisions	262.062	234.791	345.980	281.035
Trade payables	33.646	28.848	27	0
Payables to subsidiaries	17.340	18.383	0	0
Income tax payable	0	321	0	0
Other payables	17.821	19.821	6.271	8.988
Total short term liabilities other than provisions	68.807	67.373	6.298	8.988
Total liabilities other than provisions	330.869	302.164	352.278	290.023
Total equity and liabilities	307.758	298.323	329.167	286.182

15 Charges and security

16 Contingencies

17 Related parties

Consolidated statement of changes in equity

DKK thousand.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 January 2021	40	-3.881	-3.841
Retained earnings for the year	<u>0</u>	<u>-19.270</u>	<u>-19.270</u>
	40	-23.151	-23.111

Statement of changes in equity of the parent

DKK thousand.

	Contributed capital	Retained earnings	Total
Equity 1 January 2021	40	-3.881	-3.841
Retained earnings for the year	0	-19.270	-19.270
	40	-23.151	-23.111

Statement of cash flows 1 January - 31 December

DKK thousand.

Note	Group		Parent	
	2021	2020	2021	2020
Net profit or loss for the year	-19.270	-15.202	-19.270	-15.202
18 Adjustments	38.778	23.453	23.779	18.356
19 Change in working capital	-33.747	-20.539	3.092	-822
Cash flows from operating activities before net financials	-14.239	-12.288	7.601	2.332
Interest received, etc.	3.064	1.798	0	943
Interest paid, etc.	-22.475	-18.392	-22.324	-19.473
Cash flows from ordinary activities	-33.650	-28.882	-14.723	-16.198
Cash flows from operating activities	-33.650	-28.882	-14.723	-16.198
Purchase of property, plant, and equipment	-875	-447	0	0
Dividends received	0	0	0	11.204
Cash flows from investment activities	-875	-447	0	11.204
Long-term payables incurred	27.324	9.615	14.863	67.064
Long-term loan granted	0	0	0	-50.810
Cash flows from investment activities	27.324	9.615	14.863	16.254
Change in cash and cash equivalents	-7.201	-19.714	141	56
Cash and cash equivalents at 1 January 2021	16.239	35.953	98	42
Cash and cash equivalents at 31 December 2021	9.038	16.239	239	98
Cash and cash equivalents				
Cash and cash equivalents	9.038	16.239	239	98

Statement of cash flows 1 January - 31 December

DKK thousand.

<u>Note</u>	Group		Parent	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Cash and cash equivalents at 31 December 2021	<u>9.038</u>	<u>16.239</u>	<u>239</u>	<u>98</u>

Notes

DKK thousand.

1. Staff costs

Salaries and wages	25.963	22.203	0	0
Pension costs	2.046	1.998	0	0
Other staff costs	106	132	0	0
	<u>28.115</u>	<u>24.333</u>	<u>0</u>	<u>0</u>
Average number of employees	42	41	0	0

Persuant to section 98b (3) of the Danish Financial Statements Act the remuneration of the management is not disclosed separately. The Board of directors receives no remuneration.

2. Other financial expenses

Financial costs, group enterprises	4.861	4.635	4.669	4.635
Other financial costs	17.613	13.757	16.803	14.838
	<u>22.474</u>	<u>18.392</u>	<u>21.472</u>	<u>19.473</u>

3. Tax on net profit or loss for the year

Tax on net profit or loss for the year	794	1.159	-3.889	-3.893
Adjustment of deferred tax for the year	-690	-424	-379	-346
Adjustment of tax for previous years	646	179	0	0
	<u>750</u>	<u>914</u>	<u>-4.268</u>	<u>-4.239</u>

4. Proposed appropriation of net profit

Allocated from retained earnings	-19.270	-15.202
Total allocations and transfers	<u>-19.270</u>	<u>-15.202</u>

	Parent	
	2021	2020

Notes

DKK thousand.

5. Group Goodwill

Cost 1 January 2021	<u>176.226</u>	<u>176.226</u>	<u>0</u>	<u>0</u>
Cost 31 December 2021	<u>176.226</u>	<u>176.226</u>	<u>0</u>	<u>0</u>
Amortisation and writedown 1 January 2021	-20.560	-2.937	0	0
Amortisation and depreciation for the year	<u>-17.623</u>	<u>-17.623</u>	<u>0</u>	<u>0</u>
Amortisation and writedown 31 December 2021	<u>-38.183</u>	<u>-20.560</u>	<u>0</u>	<u>0</u>
Carrying amount, 31 December 2021	<u>138.043</u>	<u>155.666</u>	<u>0</u>	<u>0</u>

6. Goodwill

Cost 1 January 2021	<u>16.402</u>	<u>16.402</u>	<u>0</u>	<u>0</u>
Cost 31 December 2021	<u>16.402</u>	<u>16.402</u>	<u>0</u>	<u>0</u>
Amortisation and writedown 1 January 2021	-16.197	-15.974	0	0
Amortisation and depreciation for the year	<u>-205</u>	<u>-223</u>	<u>0</u>	<u>0</u>
Amortisation and writedown 31 December 2021	<u>-16.402</u>	<u>-16.197</u>	<u>0</u>	<u>0</u>
Carrying amount, 31 December 2021	<u>0</u>	<u>205</u>	<u>0</u>	<u>0</u>

Notes

DKK thousand.

7. Property

Cost 1 January 2021	17.779	17.679	0	0
Additions during the year	172	0	0	0
Transfers	0	100	0	0
Cost 31 December 2021	17.951	17.779	0	0
Depreciation and writedown 1 January 2021	-12.511	-11.658	0	0
Amortisation and depreciation for the year	-852	-853	0	0
Depreciation and writedown 31 December 2021	-13.363	-12.511	0	0
Carrying amount, 31 December 2021	4.588	5.268	0	0

8. Other fixtures and fittings, tools and equipment

Cost 1 January 2021	16.495	15.030	0	0
Additions during the year	703	176	0	0
Transfers	0	1.289	0	0
Cost 31 December 2021	17.198	16.495	0	0
Amortisation and writedown 1 January 2021	-13.665	-12.762	0	0
Amortisation and depreciation for the year	-896	-903	0	0
Amortisation and writedown 31 December 2021	-14.561	-13.665	0	0
Carrying amount, 31 December 2021	2.637	2.830	0	0

Notes

DKK thousand.

9. Tangible assets under construction

Cost 1 January 2021	0	1.704	0	0
Additions during the year	0	271	0	0
Disposals during the year	0	-586	0	0
Transfers	0	-1.389	0	0
	<hr/>	<hr/>	<hr/>	<hr/>
Carrying amount, 31 December 2021	0	0	0	0

10. Leasehold improvement

Cost 1 January 2021	<hr/> 3.699	<hr/> 3.699	<hr/> 0	<hr/> 0
Cost 31 December 2021	<hr/> 3.699	<hr/> 3.699	<hr/> 0	<hr/> 0
Depreciation and writedown 1 January 2021	-3.483	-3.316	0	0
Amortisation and depreciation for the year	<hr/> -75	<hr/> -167	<hr/> 0	<hr/> 0
Depreciation and writedown 31 December 2021	<hr/> -3.558	<hr/> -3.483	<hr/> 0	<hr/> 0
Carrying amount, 31 December 2021	<hr/> 141	<hr/> 216	<hr/> 0	<hr/> 0

Notes

DKK thousand.

11. Investments in subsidiaries

Cost 1 January 2021	<u>0</u>	<u>0</u>	<u>247.108</u>	<u>247.108</u>
Cost 31 December 2021	<u>0</u>	<u>0</u>	<u>247.108</u>	<u>247.108</u>
Revaluations, opening balance 1 January 2021	0	0	6.475	229
Net profit or loss for the year before amortisation of goodwill	0	0	15.789	17.450
Dividend	<u>0</u>	<u>0</u>	<u>0</u>	<u>-11.204</u>
Revaluation 31 December 2021	<u>0</u>	<u>0</u>	<u>22.264</u>	<u>6.475</u>
Amortisation of goodwill, opening balance 1 January 2021	0	0	-20.560	-2.937
Amortisation of goodwill for the year	<u>0</u>	<u>0</u>	<u>-17.623</u>	<u>-17.623</u>
Depreciation on goodwill 31 December 2021	<u>0</u>	<u>0</u>	<u>-38.183</u>	<u>-20.560</u>
Carrying amount, 31 December 2021	<u>0</u>	<u>0</u>	<u>231.189</u>	<u>233.023</u>

Financial highlights for the enterprises according to the latest approved annual reports

	Equity interest	Equity	Results for the year
PLIXXENT A/S, Otterup, Denmark,	%	93.934	15.789
		<u>93.934</u>	<u>15.789</u>

12. Deposits

Cost 1 January 2021	<u>114</u>	<u>114</u>	<u>0</u>	<u>0</u>
Cost 31 December 2021	<u>114</u>	<u>114</u>	<u>0</u>	<u>0</u>
Carrying amount, 31 December 2021	<u>114</u>	<u>114</u>	<u>0</u>	<u>0</u>

Notes

DKK thousand.

13. Deferred tax assets

Deferred tax assets 1				
January 2021	721	297	398	52
Deferred tax of the net profit or loss for the year	<u>691</u>	<u>424</u>	<u>379</u>	<u>346</u>
	<u>1.412</u>	<u>721</u>	<u>777</u>	<u>398</u>

14. Prepayments and accrued income

Other prepayments	<u>1.550</u>	<u>1.954</u>	<u>987</u>	<u>1.191</u>
	<u>1.550</u>	<u>1.954</u>	<u>987</u>	<u>1.191</u>

15. Charges and security

Aa security for external loans T.DKK 148.728, security has been granted as shares in subsidiaries representing a carrying amount of T.DKK 93.934 at 31 December 2021.

16. Contingencies

Contingent liabilities

Lease liabilities

The PLIXXENT Denmark ApS Group has entered into operational leasing contracts regarding company cars and buildings. Total payment for 2022 for existing leasing contracts as of 31. December 2021 is T.DKK 1.962. Payments for the period 2022-2025 is T.DKK 2.350. Total operational leasing commitment is T.DKK 4.312.

As management company, the company is jointly and severally liable for tax on the groups jointly taxed income and for certain withholding taxes such as dividend tax and royalty tax. Any subsequent corrections of the taxable income subject to joint taxation or withholding tax on dividend ect. may entail an increase in the entities' liability.

Notes

DKK thousand.

17. Related parties

Controlling interest

Plixxent Holding GmbH, Hamburg, Germany

Majority shareholder

Transactions

The company has the following related party transactions:

In then financial year 2021, the company had intercompany purchases of services in total of T.DKK 19.744.

The PLIXXENT Denmark ApS Group had intercompany purchase of goods and services of T.DKK 15.632 and intercompany sale of goods and services of T.DKK 17.316.

18. Adjustments

Depreciation, amortisation, and impairment	19.652	19.769	17.623	17.622
Income from investments in subsidiaries	0	0	-15.789	-17.450
Other financial expenses	19.413	16.594	22.324	18.530
Accruals	-287	-832	-379	-346
Company tax	0	-12.664	0	0
Other adjustments	0	586	0	0
	<u>38.778</u>	<u>23.453</u>	<u>23.779</u>	<u>18.356</u>

19. Change in working capital

Change in inventories	-4.724	1.763	0	0
Change in receivables	-30.722	-48.268	231	180
Change in trade payables and other payables	1.699	25.966	2.861	-1.002
	<u>-33.747</u>	<u>-20.539</u>	<u>3.092</u>	<u>-822</u>