
Health and Happiness Research Fonden (i likvidation)

C/O Mazanti-Andersen Advokatpartnerselskab, Amaliegade
10, DK-1256 Copenhagen

Annual Report for 2023

CVR No. 40 65 20 86

The Annual Report was
presented and adopted
at the Board Meeting of
the foundation
on 2/7 2024

Frederik Bernt Hasling
Liquidator



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Management's statement

The Liquidator has today considered and adopted the Annual Report of Health and Happiness Research Fonden ("HHF", "the Foundation") for the financial year 1 January - 31 December 2023.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In my opinion the Financial Statements give a true and fair view of the financial position at 31 December 2023 of the Foundation and of the results of the Foundation's operations for 2023.

In my opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

Copenhagen, 2 July 2024

Liquidator

Frederik Bernt Hasling
Liquidator

Independent Auditor's report

To the Liquidator of Health and Happiness Research Fonden (i likvidation) and the Danish Business Authority

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Foundation at 31 December 2023 and of the results of the Foundation's operations for the financial year 1 January - 31 December 2023 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Health and Happiness Research Fonden (i likvidation) for the financial year 1 January - 31 December 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the Financial Statements").

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 Financial Statements" section of our report. We are independent of the Foundation 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.

Statement on Management's Review

The Liquidator is responsible for Management's Review.

Our opinion on the 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 Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether 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 Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, 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 in Management's Review.

The Liquidator's responsibilities for the Financial Statements

The Liquidator is responsible for the preparation of Financial statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as the Liquidator 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, the Liquidator is responsible for assessing the Foundation's ability to continue as a going concern taking into account the liquidation in progress, disclosing, as applicable, matters related to going concern and using appropriate accounting policies taking into account the liquidation in progress.

Independent Auditor's report

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Liquidator.
- Conclude on the appropriateness of the Liquidator's use of the significant accounting policies 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 Foundation's ability to continue as a going concern taking into account the liquidation in progress. 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 Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Hellerup, 2 July 2024

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Bo Schou-Jacobsen
State Authorised Public Accountant
mne28703

Frederik Tvedeskov Jantzen
State Authorised Public Accountant
mne47815

General information about the fund

| | |
|-----------------------|---|
| The Foundation | Health and Happiness Research Fonden (i likvidation) C/O Mazanti-Andersen Advokatpartnerselskab Amaliegade 10 1256 Copenhagen CVR No: 40 65 20 86 Financial period: 1 January - 31 December Incorporated: 28 June 2019 Financial year: 5th financial year Municipality of reg. office: Copenhagen |
| Liquidator | Frederik Bernt Hasling |
| Auditors | PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup |
| Lawyers | Mazanti-Andersen Amaliegade 10 DK-1256 Copenhagen K |
| Bankers | Danske Bank Bernstorffsgade 40 DK-1577 Copenhagen V |

Management's review

Development in the year

The Foundation has been without activity in the financial year. As of 1 September 2023, the Foundation entered into voluntary solvent liquidation and will be liquidated as soon as possible. The preliminary work has been carried out and the 3-month proclamation period, during which creditors can report their claims, has expired. Only clarification of conditions abroad and obtaining a final tax clearance are outstanding before the liquidation can be completed.

Statement of foundation governance has not been incorporated in the Annual Report as the Foundation has entered into the voluntary solvent liquidation, and consequently the Board of Directors have been deregistered and a Liquidator has been appointed.

As approved by the Danish Business Authority, it is expected that the liquidation proceeds will be distributed to the "Health & Happiness Lab Community Interest Company", Company Number 4375164, Flat 83, Langbourne Mansions, Lanbourne Avenue, London, England, once the liquidation is completed.

The income statement of the Foundation for 2023 shows a loss of DKK 260,310 against DKK 1,705,462 in 2022, and at 31 December 2023 the balance sheet of the Foundation shows equity of DKK 439,318 against DKK 699,628 in 2022.

Subsequent events

Please refer to Note 5.

Income statement 1 January - 31 December

| | Note | 2023 | 2022 |
|---|------|-----------------|-------------------|
| | | DKK | DKK |
| Gross loss | | -283,727 | -528,582 |
| Staff expenses | 1 | -6,400 | -1,167,661 |
| Profit/loss before financial income and expenses | | -290,127 | -1,696,243 |
| Financial income | 2 | 29,817 | 0 |
| Financial expenses | 3 | 0 | -9,219 |
| Profit/loss before tax | | -260,310 | -1,705,462 |
| Tax on profit/loss for the year | | 0 | 0 |
| Net profit/loss for the year | | -260,310 | -1,705,462 |

Distribution of profit

| | Note | 2023 | 2022 |
|--|------|-----------------|-------------------|
| | | DKK | DKK |
| Proposed distribution of profit | | | |
| Retained earnings | | -260,310 | -1,705,462 |
| | | -260,310 | -1,705,462 |

Balance sheet 31 December

Assets

| | Note | 2023 | 2022 |
|--------------------------|------|----------|--------------|
| | | DKK | DKK |
| Other receivables | | 0 | 2,536 |
| Receivables | | 0 | 2,536 |
| | | | |
| Cash at bank and in hand | | 585,110 | 1,805,360 |
| | | | |
| Current assets | | 585,110 | 1,807,896 |
| | | | |
| Assets | | 585,110 | 1,807,896 |

Balance sheet 31 December

Liabilities and equity

| | Note | 2023 | 2022 |
|--|------|----------------|------------------|
| | | DKK | DKK |
| Capital base | | 2,405,090 | 2,405,090 |
| Retained earnings | | -1,965,772 | -1,705,462 |
| Equity | | 439,318 | 699,628 |
| Other provisions | | 90,000 | 450,000 |
| Provisions | | 90,000 | 450,000 |
| Trade payables | | 50,000 | 0 |
| Other payables | | 5,792 | 658,268 |
| Short-term debt | | 55,792 | 658,268 |
| Debt | | 55,792 | 658,268 |
| Liabilities and equity | | 585,110 | 1,807,896 |
| Contingent assets, liabilities and other financial obligations | 4 | | |
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Statement of changes in equity

| | <u>Capital base</u> | <u>Retained earnings</u> | <u>Total</u> |
|------------------------------|-------------------------|--------------------------|-----------------------|
| | DKK | DKK | DKK |
| Equity at 1 January | 2,405,090 | -1,705,462 | 699,628 |
| Net profit/loss for the year | 0 | -260,310 | -260,310 |
| Equity at 31 December | <u>2,405,090</u> | <u>-1,965,772</u> | <u>439,318</u> |

Notes to the Financial Statements

| | 2023 | 2022 |
|--|----------------|------------------|
| | DKK | DKK |
| 1. Staff Expenses | | |
| Wages and salaries | 0 | 1,109,600 |
| Pensions | 0 | 57,600 |
| Other social security expenses | 0 | 3,408 |
| Other staff expenses | 6,400 | -2,947 |
| | 6,400 | 1,167,661 |
| Including remuneration to the Executive Board and Supervisory Board: | | |
| Executive board | 0 | 1,065,551 |
| Supervisory Board | 0 | 102,110 |
| | 0 | 1,167,661 |
| Average number of employees | 0 | 1 |
| | | Total |
| | DKK | DKK |
| Liquidator Fee | 100,000 | 100,000 |
| | 100,000 | 100,000 |
| | | |
| | 2023 | 2022 |
| | DKK | DKK |
| 2. Financial income | | |
| Other financial income | 29,817 | 0 |
| | 29,817 | 0 |
| | | |
| | 2023 | 2022 |
| | DKK | DKK |
| 3. Financial expenses | | |
| Other financial expenses | 0 | 9,219 |
| | 0 | 9,219 |

Notes to the Financial Statements

4. Contingent assets, liabilities and other financial obligations

There are no security and contingent liabilities at 31 December 2023.

5. Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Notes to the Financial Statements

6. Accounting policies

The Annual Report of Health and Happiness Research Fonden (i likvidation) for 2023 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

Due to the decision of liquidation, assets and liabilities are recognised at expected realisable values, and provision has been made for liquidation costs in debt in the Financial Statements. Comparative figures for previous years have not been restated.

The Financial Statements for 2023 are presented in DKK.

Recognition and measurement

The Financial Statements have been prepared under the historical cost method.

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

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

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Foundation, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Income statement

Revenue

Services are recognised at the rate of completion of the service to which the contract relates by using the percentage-of-completion method, which means that revenue equals the selling price of the service completed for the year. This method is applied when total revenues and expenses in respect of the service and the stage of completion at the balance sheet date can be measured reliably, and it is probable that the economic benefits, including payments, will flow to the Company. The stage of completion is determined on the basis of the ratio between the expenses incurred and the total expected expenses of the service.

Revenue is measured at the consideration received and is recognised exclusive of VAT and net of discounts relating to sales.

Other external expenses

Other external expenses comprise administration costs, auditor costs as well as general office expenses, etc.

Staff expenses

Staff expenses comprise wages and salaries as well as payroll expenses.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise amortisation, depreciation and impairment of intangible assets.

Notes to the Financial Statements

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and deferred tax for the year. The tax attributable to the profit for year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

Balance sheet

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Financial liabilities

Debts are measured at amortised cost, substantially corresponding to nominal value.

Distributions

Distributions paid out

Distributions that have been adopted and paid out in accordance with the purpose of the Foundation at the balance sheet date are deducted from equity in connection with distribution of profit.

Distributions not yet paid out

Distributions that have been adopted in accordance with the purpose of the Foundation at the balance sheet date and have been announced to the recipients, but have not yet been paid out at the balance sheet date, are deducted equity in connection with distribution of profit and recognised as debt.

Distribution framework

At the meeting of the Board of Directors at which the Annual Report is adopted, the Board of Directors lays down a distribution framework in respect of the amount expected to be distributed. This amount is transferred from distributable reserves to the distribution framework. Concurrently with being announced to the recipients, the distribution amounts are paid out, or they are transferred to debt or, in rare cases, to provisions relating to distributions.

Provisions relating to distributions

In case of distributions which have been announced to the recipient and which are conditional upon one or more events taking place at the recipient, the obligation may be uncertain as to amount or time of payment. Such items are recognised in provisions relating to distributions.

Distributions

Distributions paid out

Distributions that have been adopted and paid out in accordance with the purpose of the Foundation at the balance sheet date are deducted from equity in connection with distribution of profit.

Distributions not yet paid out

Distributions that have been adopted in accordance with the purpose of the Foundation at the balance sheet date and have been announced to the recipients, but have not yet been paid out at the balance sheet date, are deducted equity in connection with distribution of profit and recognised as debt.

Notes to the Financial Statements

Distribution framework

At the meeting of the Board of Directors at which the Annual Report is adopted, the Board of Directors lays down a distribution framework in respect of the amount expected to be distributed. This amount is transferred from distributable reserves to the distribution framework. Concurrently with being announced to the recipients, the distribution amounts are paid out, or they are transferred to debt or, in rare cases, to provisions relating to distributions.

Provisions relating to distributions

In case of distributions which have been announced to the recipient and which are conditional upon one or more events taking place at the recipient, the obligation may be uncertain as to amount or time of payment. Such items are recognised in other provisions.