
Asahi Kasei Pharma Denmark A/S

Gdanskgade 18, DK-2150 Nordhavn

Annual Report for
1 April 2023 - 31 March 2024

CVR No. 40 94 80 74

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 1/11 2024

Masaya Etoh
Chairman of the
general meeting



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Management's statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Asahi Kasei Pharma Denmark A/S for the financial year 1 April 2023 - 31 March 2024.

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

In our opinion the Financial Statements give a true and fair view of the financial position at 31 March 2024 of the Company and of the results of the Company operations for 2023/24.

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

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

Nordhavn, 1 November 2024

Executive Board

Daisuke Matsuo
Executive Officer

Board of Directors

Masaya Etoh
Chairman

Daisuke Matsuo

Matthew Ryan Dumont

Independent Auditor's report

To the shareholder of Asahi Kasei Pharma Denmark A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 March 2024 and of the results of the Company's operations for the financial year 1 April 2023 - 31 March 2024 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Asahi Kasei Pharma Denmark A/S for the financial year 1 April 2023 - 31 March 2024, 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 Company 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

Management 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.

Management's responsibilities for the Financial Statements

Management 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 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 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 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 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 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 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 Company 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, 1 November 2024

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Søren Ørjan Jensen
State Authorised Public Accountant
mne33226

Henrik Ødegaard
State Authorised Public Accountant
mne31489

Company information

The Company	Asahi Kasei Pharma Denmark A/S Gdanskgade 18 DK-2150 Nordhavn CVR No: 40 94 80 74 Financial period: 1 April 2023 - 31 March 2024 Municipality of reg. office: Copenhagen
Board of Directors	Masaya Etoh, chairman Daisuke Matsuo Matthew Ryan Dumont
Executive Board	Daisuke Matsuo
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup

Management's review

Key activities

The company purpose is directly or through ownership of shares in other companies to discover develops, manufacture and deliver products related to the pharmaceutical business as well as other business that, in the opinion of the Board of Directors, is associated with it.

Development in the year

The income statement of the Company for 2023/24 shows a profit of DKK 25,492,949, and at 31 March 2024 the balance sheet of the Company shows a positive equity of DKK 951,385,568.

Subsequent events

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

Income statement 1 April 2023 - 31 March 2024

	Note	2023/24	2022/23
		DKK	DKK
Other operating income		37,308	0
Other external expenses		-795,281	-940,958
Gross loss		-757,973	-940,958
Financial income	2	33,888,661	24,637,512
Financial expenses		-212,088	-69,058
Profit/loss before tax		32,918,600	23,627,496
Tax on profit/loss for the year	3	-7,425,651	-5,394,758
Net profit/loss for the year		25,492,949	18,232,738

Distribution of profit

	2023/24	2022/23
	DKK	DKK
Proposed distribution of profit		
Retained earnings	25,492,949	18,232,738
	25,492,949	18,232,738

Balance sheet 31 March 2024

Assets

	Note	2023/24	2022/23
		DKK	DKK
Receivables from group enterprises		954,248,366	927,897,846
Corporation tax		0	24,301
Receivables		954,248,366	927,922,147
Cash at bank and in hand		2,805,750	2,219,818
Current assets		957,054,116	930,141,965
Assets		957,054,116	930,141,965

Balance sheet 31 March 2024

Liabilities and equity

	Note	2023/24	2022/23
		DKK	DKK
Share capital		901,599,600	901,599,600
Share premium account		626,882,400	626,882,400
Retained earnings		-577,096,432	-602,589,381
Equity		951,385,568	925,892,619
Trade payables		122,000	116,000
Payables to group enterprises		4,958,949	4,128,346
Corporation tax		34,192	0
Payables to group enterprises relating to corporation tax		548,407	0
Other payables		5,000	5,000
Short-term debt		5,668,548	4,249,346
Debt		5,668,548	4,249,346
Liabilities and equity		957,054,116	930,141,965
Staff	1		
Contingent assets, liabilities and other financial obligations	4		
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Statement of changes in equity

	<u>Share capital</u>	<u>Share premium account</u>	<u>Retained earnings</u>	<u>Total</u>
	DKK	DKK	DKK	DKK
Equity at 1 April	901,599,600	626,882,400	-602,589,381	925,892,619
Net profit/loss for the year	0	0	25,492,949	25,492,949
Equity at 31 March	901,599,600	626,882,400	-577,096,432	951,385,568

Notes to the Financial Statements

	<u>2023/24</u>	<u>2022/23</u>
1. Staff		
Average number of employees	<u>0</u>	<u>0</u>

The company has no employees and the management does not receive remuneration

	<u>2023/24</u>	<u>2022/23</u>
	DKK	DKK
2. Financial income		
Interest received from group enterprises	33,750,000	24,546,997
Other financial income	138,661	18,578
Exchange adjustments	0	71,937
	<u>33,888,661</u>	<u>24,637,512</u>

	<u>2023/24</u>	<u>2022/23</u>
	DKK	DKK
3. Income tax expense		
Current tax for the year	7,425,651	5,394,758
	<u>7,425,651</u>	<u>5,394,758</u>

4. Contingent assets, liabilities and other financial obligations

Other contingent liabilities

The company is included in national joint taxation with Danish companies in the Asahi Kasei Corporation group. The company is jointly and severally liable for the tax on the jointly taxed income. The Company is the management company of the joint taxation. Moreover, the Danish group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability

Notes to the Financial Statements

5. Accounting policies

The Annual Report of Asahi Kasei Pharma Denmark A/S for 2023/24 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.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2023/24 are presented in DKK.

Recognition and measurement

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 Company, 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 Company, 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.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Gains and losses arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Income statement

Other external expenses

Other external expenses comprise administration, consultants as well as office expenses, etc

Gross loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue, other operating income and other external expenses.

Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Company.

Financial income and expenses

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

Notes to the Financial Statements

Tax on profit/loss for the year

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

The Company is jointly taxed with wholly owned Danish subsidiaries of Asahi Kasei group. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

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.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial liabilities

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