

DSM Nutritional Products Denmark ApS

Kirkebjerg Allé 88, 1, 2605 Brøndby

CVR no. 41 15 81 58

Annual report 2020

(As of the establishment of the Company 12 February - 31 December 2020)

Approved at the Company's annual general meeting on 9 July 2021

Chair of the meeting:

.....
Anders Glargaard





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Statement by the Board of Directors and the Executive Board

Today, the Executive Board has discussed and approved the annual report of DSM Nutritional Products Denmark ApS for the financial year as of the establishment of the Company 12 February - 31 December 2020.

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 of the Company at 31 December 2020 and of the results of the Company's operations for the financial year as of the establishment of the Company 12 February - 31 December 2020.

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.

Brøndby, 9 July 2021
Executive Board:

.....
Maha Mazhar Ali
Abdelhamid Elkarbotly

.....
Carina Marker

Independent auditor's report

To the shareholders of DSM Nutritional Products Denmark ApS

Opinion

We have audited the financial statements of DSM Nutritional Products Denmark ApS for the financial year as of the establishment of the Company 12 February - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are 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 of the Company at 31 December 2020 and of the results of the Company's operations for the financial year as of the establishment of the company 12 February - 31 December 2020 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 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 Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements.

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.

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.

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.

Independent auditor's report

- ▶ 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 note 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.

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.

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 Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 9 July 2021
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Torben Bender
State Authorised Public Accountant
mne21332

Søren Gammelgaard
State Authorised Public Accountant
mne31403



Management's review

Company details

Name	DSM Nutritional Products Denmark ApS
Address, Postal code, City	Kirkebjerg Allé 88, 1, 2605 Brøndby
CVR no.	41 15 81 58
Established	12 February 2020
Registered office	Brøndby
Financial year	12 February - 31 December 2020
Executive Board	Maha Mazhar Ali Abdelhamid Elkhartbotly Carina Marker
Auditors	EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark



Management's review

Business review

The Company's main activity is to own shares in other companies as well as all activities, which at the discretion of the Executive Board, are related to it.

The Company was formed on 12 February 2020.

During the year, the company acquired the Glycom group for a consideration of EUR 694,969k

Financial review

The income statement for 2020 shows a loss of EUR 1,915 thousand, and the balance sheet at 31 December 2020 shows equity of EUR 692,965 thousand. Management considers the Company's financial performance in the year satisfactory.

Events after the balance sheet date

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



Financial statements for the period 12 February - 31 December 2020

Income statement

Note	EUR'000	2020 11 months
	Gross loss	-1,902
2	Staff costs	0
	Profit/loss before net financials	-1,902
3	Financial expenses	-26
	Profit/loss before tax	-1,928
4	Tax for the year	13
	Profit/loss for the year	-1,915
	Recommended appropriation of profit/loss	-1,915
	Retained earnings/accumulated loss	-1,915



Financial statements for the period 12 February - 31 December 2020

Balance sheet

Note	EUR'000	2020	Opening balance at 12 February 2020
	ASSETS		
	Fixed assets		
5	Investments		
	Investments in group enterprises	694,969	0
		<u>694,969</u>	<u>0</u>
	Total fixed assets	<u>694,969</u>	<u>0</u>
	Non-fixed assets		
	Receivables		
	Deferred tax assets	13	0
		<u>13</u>	<u>0</u>
	Cash	5	5
	Total non-fixed assets	<u>18</u>	<u>5</u>
	TOTAL ASSETS	<u>694,987</u>	<u>5</u>

Financial statements for the period 12 February - 31 December 2020

Balance sheet

Note	EUR'000	2020	Opening balance at 12 February 2020
		EQUITY AND LIABILITIES	
		Equity	
6	Share capital	100	5
	Share premium account	694,780	0
	Retained earnings	-1,915	0
	Total equity	692,965	5
	Liabilities other than provisions		
	Current liabilities other than provisions		
	Payables to group enterprises	2,022	0
		2,022	0
		2,022	0
	TOTAL EQUITY AND LIABILITIES	694,987	5

- 1 Accounting policies
- 7 Contractual obligations and contingencies, etc.
- 8 Collateral
- 9 Related parties

Financial statements for the period 12 February - 31 December 2020

Statement of changes in equity

EUR'000	Share capital	Share premium account	Retained earnings	Total
Cash payments concerning formation of enterprise	5	0	0	5
Capital increase	95	694,780	0	694,875
Transfer through appropriation of loss	0	0	-1,915	-1,915
Equity at 31 December 2020	100	694,780	-1,915	692,965

Financial statements for the period 12 February - 31 December 2020

Notes to the financial statements

1 Accounting policies

The annual report of DSM Nutritional Products Denmark ApS for 2020 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

In accordance with section 112(1) of the Danish Financial Statements Act, the Company has not prepared consolidated financial statements.

Reporting currency

The financial statements are presented in Danish kroner (EUR'000).

Intra-group business combinations

The book value method is applied to business combinations such as acquisition and disposal of investments, mergers, demergers, contributions of assets and share conversions, etc. in which entities controlled by the parent company are involved, provided that the combination is considered completed at the time of acquisition without any restatement of comparative figures. Differences between the agreed consideration and the carrying amount of the acquiree are recognised directly in equity.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rate at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the most recent financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Gross loss

The items revenue and external expenses have been aggregated into one item in the income statement called gross loss in accordance with section 32 of the Danish Financial Statements Act.

Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

Financial statements for the period 12 February - 31 December 2020

Notes to the financial statements

1 Accounting policies (continued)

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

The entity is jointly taxed with other group entities. The total Danish income tax charge is allocated between profit/loss-making Danish entities in proportion to their taxable income (full absorption).

Jointly taxed entities entitled to a tax refund are reimbursed by the management company based on the rates applicable to interest allowances, and jointly taxed entities which have paid too little tax pay a surcharge according to the rates applicable to interest surcharges to the management company.

Balance sheet

Investments in subsidiaries

Investments in subsidiaries and associates are measured at cost. Dividends received that exceed the accumulated earnings in the subsidiary or the associate during the period of ownership are treated as a reduction in the cost of acquisition.

Impairment of fixed assets

The carrying amount of intangible assets, property, plant and equipment and investments in subsidiaries and associates is assessed for impairment on an annual basis.

Impairment tests are conducted on assets or groups of assets when there is evidence of impairment. The carrying amount of impaired assets is reduced to the higher of the net selling price and the value in use (recoverable amount).

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Previously recognised impairment losses are reversed when the reason for recognition no longer exists. Impairment losses on goodwill are not reversed.

Cash

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



Financial statements for the period 12 February - 31 December 2020

Notes to the financial statements

1 Accounting policies (continued)

Equity

Proposed dividends

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

Financial statements for the period 12 February - 31 December 2020

Notes to the financial statements

2 Staff costs

The Company has no employees.

3 Financial expenses

Interest expenses, group entities	26
	<u>26</u>

4 Tax for the year

Deferred tax	-13
	<u>-13</u>

5 Investments

EUR'000	Investments in group enterprises
Cost at 12 February 2020	0
Additions on merger/corporate acquisition	694,969
Cost at 31 December 2020	<u>694,969</u>
Carrying amount at 31 December 2020	<u>694,969</u>

Name	Domicile	Interest
Subsidiaries		
Glycom A/S	Hørsholm, Denmark	100.00%

6 Share capital

Analysis of changes in the share capital over the past 2 years:

EUR	2020	Opening balance at 12 February 2020
Establishment	5	5
Capital increase	95	0
	<u>100</u>	<u>5</u>



Financial statements for the period 12 February - 31 December 2020

Notes to the financial statements

7 Contractual obligations and contingencies, etc.

As management company, the Company is jointly taxed with other Danish group entities and is jointly and severally with other jointly taxed group entities for payment of income taxes for income year 2020 onwards as well as withholding taxes on interest, royalties and dividends falling due for payment.

8 Collateral

The Company has not provided any security or other collateral in assets at 31 December 2020.

9 Related parties

Information about consolidated financial statements

<u>Parent</u>	<u>Domicile</u>	<u>Requisitioning of the parent company's consolidated financial statements</u>
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