Auka Holding ApS

Havrevænget 13
DK-9500 Hobro

CVR no. 41 98 93 19

Annual report for 2021/22

The annual report was presented and adopted at the Company's annual general meeting
on 31 October 20 22

Chairman of the annual general meeting

Contents

Statement by the Executive Board

The Executive Board have today discussed and approved the annual report of Auka Holding ApS for the financial year 1 May 2021 – 30 April 2022.

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

In my opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the Group's and the Parent Company's assets, liabilities and financial position at 30 April 2022 and of the results of the Group's and the Parent Company's operations and consolidated cash flows for the financial year 1 May 2021 – 30 April 2022.

Further, in my opinion, the Management's review gives a fair review of the development in the Group's and the Parent Company's activities and financial matters, of the results for the year and of the Group's and the Parent Company's financial position.

I recommend that the annual report be approved at the annual general meeting.

Hobro, 31 October 2022
Executive Board:

Anders Jacob Gad
Thostrup

Independent auditor's report

To the shareholders of Auka Holding ApS

Opinion

We have audited the consolidated financial statements and the parent company financial statements of Auka Holding ApS for the financial year 1 May 2021 – 30 April 2022 comprising income statement, balance sheet, statement of changes in equity and notes, including accounting policies, for the Group as well as for the Parent Company and a cash flow statement for the Group. The consolidated financial statements and parent company financial statements are prepared in accordance with 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 Group's and the Parent Company's assets, liabilities and financial position at 30 April 2022 and of the results of the Group's and the Parent Company's operations and consolidated cash flows for the financial year 1 May 2021 – 30 April 2022 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' 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibility 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 that 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 as to 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 in Denmark will always detect a material misstatement when it exists. Misstatements may 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 financial statement users made 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 judgement and maintain professional scepticism 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 Parent 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 Parent 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.
- 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.
- obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Independent auditor's report

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the consolidated financial statements and the parent company 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 consolidated financial statements and the parent company 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 consolidated financial statements or 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 the Management's review provides the information required under the Danish Financial Statements Act.

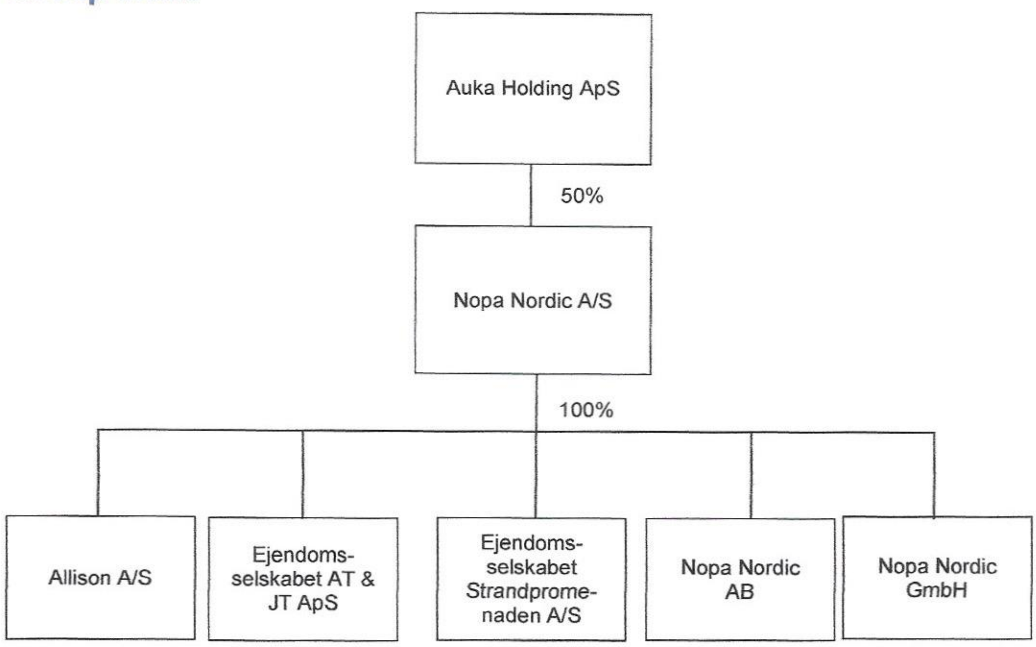
Based on the work we have performed, we conclude that the Management's review is in accordance with the consolidated financial statements and the parent company financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any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

Aalborg, 31 October 2022
KPMG
Statsautoriseret Revisionspartnerselskab
CVR no. 25 57 81 98

Steffen S. Hansen
State Authorised
Public Accountant
mne32737

Management's review

Group chart



During the financial year, Auka Holding ApS acquired D&AT Holding ApS, and the acquired company was eliminated through merger with Auka Holding ApS.

Management's review

Company details

Auka Holding ApS
Havrevænget 13
DK-9500 Hobro

CVR no.	41 98 93 19
Established:	31 December 2020
Registered office:	Mariagerfjord
Financial year:	1 May – 30 April

Executive Board

Anders Jacob Gad Thostrup

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Østre Havnegade 22 D
DK-9000 Aalborg
CVR no. 25 57 81 98

Management's review

Financial highlights for the Group

DKK'000	2021/22	2020/21 (4 months)
Revenue	737,906	245,433
Gross profit	166,919	71,980
Operating profit (EBIT)	28,839	17,199
Profit/loss from financial income and expenses	-1,550	-329
Profit for the year	**21,601**	**12,771**
Total assets	453,798	382,888
Equity	**250,218**	**233,110**
Cash flows from operating activities	4,973	26,662
Cash flows from investing activities	-49,510	-17,085
Hereof investment in property, plant and equipment	-49,510	-17,085
Cash flows from financing activities	29,003	-5,095
Total cash flows	**-15,534**	**-34,535**
Return on invested capital	9.8	6.7
Solvency ratio	29.0	31.0
Average number of full-time employees	215	219

The Group was established on 31 December 2020.

The financial ratios have been calculated as follows:

Return on invested capital $\frac{\text{Operating profit x 100}}{\text{Average invested capital}}$

Invested capital: Operational intangible assets and property, plant and equipment as well as net working capital

Solvency ratio $\frac{\text{Equity ex. non-controlling interests at year end x 100}}{\text{Total equity and liabilities at year end}}$

Management's review

Operating review

Principal activities of the Group and development

In addition to handling other investments, the Company serves as Parent Company of Nopa Nordic Group.

Management's review mainly focuses on the activities of the Nopa Nordic Group.

Nopa Nordic Group's principal activities are to develop, produce and sell private-label and OEM detergents, cleaning products and products for personal care.

Nopa Nordic Group's products are primarily sold on the European markets, but to an increasing extent also outside Europe. The export share was stable during 2021/22.

Consumer insights, product and production innovation remain competitive differentiators for Nopa Nordic Group, as we strive to constantly meet requirements of both consumers and customers. During the year, a considerable number of new products were developed and launched, and several of our products won quality or design awards.

Over the last years, Nopa Nordic Group has developed its supply chain management capability, so that we can optimise our production and subsequent deliveries to our customers based on almost real-time actual out-of-store sales data from the customer. We have implemented this capability with several customers, with the outcome being a higher order fulfilment rate due to the higher predictability of orders compared to other customers who do not supply actual sales data and who call off goods more erratically. We hope to implement the system with more customers over the coming years.

The value of Nopa Nordic Group's supply chain management capability was evident throughout the various COVID-19-related market "disturbances", during which the Company was able to maintain a very strong delivery performance.

Throughout the year, significant precautions were taken to prevent the spread of COVID-19 within the Company. Luckily, these precautions proved to be effective.

Nopa Nordic Group has not made use of any relief packages, including postponement of VAT and tax payments, offered by the Danish Government.

Financial performance and position

The Auka Group reported a profit of DKK 21.6 million for 2021/22, and at 30 April 2022, equity stood at DKK 250.2 million.

Full-year revenue totalling DKK 737.9 million was at same level as revenue last year totalling DKK 739.5 million for 12 months.

Full-year operating profit was down from DKK 56.5 million in 2020/21(12 months) to DKK 28.9 million.

Financial performance for 2021/22 was increasingly influenced by increased inflation driven by COVID-19 in the Asia-Pacific Region, the war in Ukraine and speculation in parts of the supply chain.

Despite of severe disturbances in the supply chain, we have been able to maintain very high delivery performance throughout the financial year.

Consolidated results and financial performance for 2021/22 were below budget, but we still consider them satisfactory under the present market conditions.

Full-year cash flows from operating activities were down from DKK 53.7 million in 2020/21 (for 12 months) to 4.9 DKK million, mainly due to the development in results and increased working capital.

Investments mainly compromising new production lines totalled DKK 47 million and is the main reason for the higher balance sheet.

Management's review

Operating review (continued)

Outlook

We will continue the implementation of all new lines acquired in 2021/22. Further investments in the development of the groups production capabilities are planned.

For the 2022/23 financial year, consolidated revenue is expected to increase due to new contracts, product categories and continuous increase in cost prices. Profit is expected to improve somewhat, still below 2020/21 though, since we still fail to reflect the increase in cost prices in the sales prices by months.

During 2022/23, the group entities Ejendomsselskabet Strandpromenaden A/S and Ejendomsselskabet AT & JT ApS are expected to be liquidated through a merger with Nopa Nordic A/S. The intercompany merger will not have any impact on Nopa Nordic Group's activities.

Our continuous focus on investing in the development of the Company will remain unaffected.

Events after the balance sheet date

No significant events have occurred after the balance sheet date with an impact on the financial statements.

Risks

Sales price risks

Nopa Nordic A/S constantly seeks to improve its clients' competitiveness by remaining cost competitive. Inflation in the costs of raw materials and packaging poses the most significant commercial risk to the Company because these are the greatest cost drivers. During short periods of time and due to contractual commitments to our customers, price increases in raw materials and packaging may not be reflected in the sales prices charged for our final products. However, long-term risk is significantly reduced through indexing of sales prices to the prices of raw materials and packaging.

Currency risks

Commercial currency risk is considered low.

Interest rate risks

Interest-bearing debt is limited, and moderate changes in interest rates are not expected to have a major impact on earnings.

Human resources

Nopa Nordic Group makes use of state-of-the-art production technology and needs to attract and retain skilled labour to remain efficient and competitive. For example, it takes up to 1½ year to train new operators to run the most advanced production lines. Nopa Nordic Group therefore continuously invests in the training and development of its employees' skills.

In 2021/22, we, despite of COVID-19, managed to complete planned training activities and courses. We expect to resume our competence development program during 2022/23.

Management's review

Operating review (continued)

Quality and environment

In March 2022, we were audited according to the IFS HPC standard. Today both production sites in Denmark are IFS HPC-certified.

Since April 2021, Nopa Nordic Group has been the world's first company in the "Home, Laundry and Personal Care" category to achieve the Bureau Veritas Certificate for the "UN Sustainable Development Goals".

Since 1998, Nopa Nordic Group has been certified to DS/EN ISO 9001 and ISO 14001. Accordingly, Nopa Nordic Group is required to reduce the environmental impact of its activities to an absolute minimum and to ensure that the health and safety of the individual employee remains a constant priority.

Furthermore, Nopa Nordic Group has been certified to the A.I.S.E. charter for sustainable cleaning, focusing on the environment, work environment and consumer safety. The certification supports Nopa Nordic Group's green profile and the commercial potential of its products.

Since December 2015, a voluntary annual audit has been conducted in accordance with the ISO 22716/GMP standard, and Nopa Nordic Group was subsequently awarded a certificate of conformity confirming that our production processes and facilities are compliant with this standard.

All certificates are renewed on time as required by the individual standards.

Since January 2017, both heating and electricity have been sourced from renewable resources.

From June 2022 all company cars will be either partly or fully electric.

From August 2022 and onwards, only fully electric company cars can be ordered.

Research and development

Nopa Nordic Group continuously develops and optimises its production equipment, processes, and products. Derived costs are regularly expensed.

In a market where requirements and expectations constantly change, an intense focus is maintained on optimising our products together with our customers. The Nopa Nordic Group Family's Product and Business Development teams strive to stay on the forefront via the development of new, even greener, innovative products and concepts and via the upgrading and enhancement of existing products.

The Company also makes significant investments in long-term research and development projects in cooperation with universities and suppliers.

Management's review

Operating review (continued)

Statutory report on corporate social responsibility (section 99 a of the Danish Financial Statements Act)

CSR policy, business model and risks

For our business model, reference is made to the section above describing the activities of the Nopa Nordic Group.

Business development and optimisation go hand in hand with corporate social responsibility (CSR), and therefore CSR is a high focus area for Nopa Nordic Group and integrated into business principles and strategies for environment, climate, social and staff matters, anti-corruption and bribery and human rights with a desire to contribute to a better and sustainable society by investing and engaging in human resources and environmental aspects.

Nopa Nordic Group has achieved a silver level rating from the international CSR rating organisation, EcoVadis. EcoVadis assesses a company's initiatives within environment, supplier management and labour practices.

Nopa Nordic Group also places heavy demands on its suppliers, requiring them to comply with the Universal Declaration on Human Rights, including UN standards for human rights, work environment, health, safety, social standards and environmental standards. Our CSR certification helps us place heavy demands on our suppliers and their CSR efforts.

During the year under review, Nopa Nordic Group has continued its efforts within sustainability and CSR.

As previously mentioned, we are the only global company with our product categories to have achieved the Bureau Veritas Certificate in the "United Nations Sustainable Development Goals".

On this basis, Management considers the related risk insignificant.

Environment and climate

Sustainability and CSR are reflected in our product and business development strategies. Nopa Nordic Group constantly strives to develop and produce as effective products as possible with the least possible environmental and climate impact.

Nopa Nordic Group accounts for a high number of eco-labelled products launched on the Scandinavian and European markets each year and seeks to maintain leadership within these segments on our core markets. We also work actively on promoting awareness of eco-labelled products on our export markets outside Scandinavia and Europe.

Nopa Nordic Group makes it easier for the consumer to "go green" and to opt for eco-labelled products and thereby reduce environmental and climate impact.

Nopa Nordic Group sources RSPO-certified palm kernel oil and offers our customers raw materials/derivatives made from mass balance-certified palm kernel oil.

As an active participant in the palm oil alliance of The Danish Ethical Trading Initiative, we are further, together with numerous stakeholders across the value chain, promoting international trade of sustainable palm oil that respects human- and labour rights, environmental considerations and contributes to global sustainable development by strengthening efforts in ethical trade thus fostering a sustainable development in developing countries and growth economies.

Furthermore, Nopa Nordic Group follows the megatrend of vegan products, and during the past years, we developed our cooperation with the Vegan Society. We offer a large number of vegan-certified products, and we have launched several products with a high content of natural origin ingredients.

Management's review

Operating review (continued)

Nopa Nordic Group has also developed and launched new ranges of Ecocert/Cosmos Organic products.

Sustainability is an integrated part of daily operations, as renewable sources of energy account for Nopa Nordic Group' entire electricity and heating consumption. In its ongoing efforts to improve and optimise its processes, Nopa Nordic Group strives to increase its rate of reuse and to reduce waste of materials and resources as well as energy consumption. Due to this focus, wind energy covers our entire electricity consumption, and since January 2017, our gas has come from a new biogas facility. Since January 2020, our heating has primarily come from a production process in a nearby industry and secondly from a nearby district heating plant, which uses woodchips from Danish sustainable forestry.

Actions and results in 2021/22 and planned actions going forward:

- Apart from delayed delivery of two cars, all company cars are now fully or partly electric. The correct use of all hybrid cars is monitored monthly.
- More than 50% of all plastic bottles used are made from recycled material
- More than 70% of all products are eco-labelled
- All cardboard used is FSC-certified.

Social and staff matters

The quality of the workplace and internal work environment is given a high priority. Action plans have been drawn up based on input from our employees including employee satisfaction survey, and new measures are implemented yearly to further improve the work environment.

We have, for instance, invested in production and office equipment to improve ergonomics and reduce health risks, and we strive to extend our certification to working environmental standards. Additionally, Nopa Nordic A/S considers it an obligation to offer positions respecting the needs of the individual with regard to duties, working hours and skills.

Actions and results in 2021/22 and planned actions going forward:

Nopa Nordic Group is also of the opinion that the Company has a special obligation to support the local community. Therefore, in line with our practice for several years, we continue to support the local Julemærkehjem in Hobro (centre for overweight children).

During the year, Nopa Nordic Group supported four local associations mainly related to activities for children and young people. Our staff association decided on these four sponsorships.

We have resumed our support for the association "Families with children with cancer".

Furthermore, we have provided Christmas help for low income and vulnerable families with young children and a charity who donate excess products.

We will continue to focus our sponsorships on families and children.

Human rights

Focus is to ensure equal treatment of our employees and to avoid religious, cultural and/or gender discrimination or harassment.

The protection of human rights is part of our Code of Conduct, which we hand out to all new suppliers and partners. Once a year, we give our existing suppliers and partners a new copy of our Code of Conduct in order for them to confirm that they still comply with our regulations.

Management's review

Operating review (continued)

We have not experienced any irregularities internally in Nopa Nordic Group or externally at our suppliers and partners from these procedures during the reporting year and will continue our strong focus hereon together with suppliers and partners.

Anti-corruption and bribery

Ethics and morality are important to Nopa Nordic Group. Therefore, we also focus on anti-corruption and strive to avoid any instances of bribery.

Our policies are integrated into our Code of Conduct, and the policies will also be part of our employee manual.

In order to make sure that suppliers and partners live up to our regulations, we send them our Code of Conduct once a year. Our employee manual is handed out to all new employees. All employees who can bind Nopa Nordic A/S will be trained in our policies.

It is important for us to highlight that in 2021/22, we did not have any suspicion of corruption or bribery.

Statutory report on targets and policies for the underrepresented gender (section 99 b of the Danish Financial Statements Act)

The general policy is to have an inclusive culture at all levels of the organisation, including the Board of Directors and leadership team.

In general, Nopa Nordic Group always prioritise to hire the most competent and skilled people/candidates, and the relevant policy is also followed for Auka Holding ApS.

Nopa Nordic Group has set targets for the number of women to serve on its Board of Directors and well as its Executive Board.

For the Board of Directors, our target is to have at least one female board member. Two men and one woman serve on the Board of Directors, and therefore the target was met for 2021/22.

For the Executive Board, at least one female officer is set as target. The Executive Board consists of two women and one man, and therefore the target was met for 2021/22.

The management team of Nopa Nordic A/S consists of four men and three women, and the management team of Allison A/S consists of three women and three men.

We reached our goal of having an equal distribution of males and females on management levels for the last two financial years. We intend to maintain a policy about gender equality at group level.

Data ethics
(section 99 d of the Danish Financial Statements Act)

Data ethics is an ethical dimension of the relationship between technology and the citizen as to fundamental rights, legal certainty and fundamental social values that technological development gives rise to.

Nopa Nordic Group has persistent focus on protecting the data of its employees as well as customers, suppliers and all other collaboration partners. Protection of the data of individuals is anchored in the Group's GDPR policy.

The requirements for responsible behaviour set out in Nopa Nordic Group's Code of Conduct also apply to data protection and compliance with the UN Universal Declaration of Human Rights.

Management is not aware of disputable behaviour in Nopa Nordic Group with regard to data ethics, it is currently being evaluated whether a more general analysis as to further policy requirements and measures regarding data ethics is needed.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Income statement

DKK	Note	Group 2021/22	Group 2021/22 (4 months)	Parent Company 2021/22	Parent Company 2021/22 (4 months)
Revenue		737,905,852	245,432,741	0	0
Other operating income		43,441	0	0	0
Cost of raw materials and consumables		-499,968,213	-163,483,676	0	0
Other external costs		-71,061,824	-9,968,580	-110,190	-100,000
Gross profit		166,919,256	71,980,485	-110,190	-100,000
Staff costs	2	-116,268,727	-44,572,503	0	0
Depreciation of property, plant and equipment and amortisation of intangible assets		-21,811,799	-10,208,708	0	0
Operating profit (EBIT)		28,838,730	17,199,274	-110,190	-100,000
Income from investments in group entities		0	0	11,040,206	6,435,502
Financial income		753,198	154,791	0	0
Financial expenses	3	-2,302,743	-483,511	-48,790	0
Profit before tax		27,289,185	16,870,554	10,881,226	6,335,502
Tax on profit for the year	4	-5,688,515	-4,099,550	0	0
Profit for the year	5	21,600,670	12,771,004	10,881,226	6,335,502

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Balance sheet

		Group		Parent Company	
DKK	Note	30/4 2022	30/04 2021	30/4 2022	30/04 2021
ASSETS					
Fixed assets					
Property, plant and equipment	6				
Land and buildings		39,731,979	41,228,641	0	0
Plant and machinery		72,516,754	62,891,643	0	0
Fixtures and fittings, tools, equipment and software		7,456,912	9,025,304	0	0
Assets under construction		26,065,559	4,927,572	0	0
		145,771,204	118,073,160	0	0
Investments	7				
Investments in group entities		0	0	120,720,864	114,355,034
Other securities and equity investments		557,250	557,250	0	0
		557,250	557,250	120,720,864	114,355,034
Total fixed assets		146,328,454	118,630,410	120,720,864	114,355,034
Current assets					
Inventories					
Raw materials and consumables		73,203,411	56,447,400	0	0
Finished goods and goods for resale		86,767,679	81,384,457	0	0
Prepayments for goods		317,520	704,374	0	0
		160,288,610	138,536,231	0	0
Receivables					
Trade receivables		116,597,387	112,873,615	0	0
Receivables from group entities		0	0	0	4,500,000
Other receivables		1,794,384	809,287	0	0
Prepayments		2,710,802	2,666,015	0	0
		121,102,573	116,348,917	0	4,500,000
Cash at bank and in hand		26,078,021	9,372,729	8,780,793	0
Total current assets		307,469,204	264,257,877	8,780,793	4,500,000
TOTAL ASSETS		453,797,658	382,888,287	129,501,657	118,855,034

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Balance sheet

		Group		Parent Company	
DKK	Note	30/4 2022	30/04 2021	30/4 2022	30/04 2021
EQUITY AND LIABILITIES					
Equity					
Contributed capital	8	40,000	40,000	40,000	40,000
Share premium		109,960,000	109,960,000	109,960,000	109,960,000
Net revaluation according to the equity method		0	0	15,220,864	4,355,034
Retained earnings		19,496,657	8,755,034	2,775,793	4,400,000
Proposed dividends for the financial year		0	0	1,500,000	0
Auka Holding ApS' share of shareholders' equity		129,496,657	118,755,034	129,496,657	118,755,034
Non-controlling interests' share of shareholders' equity		120,720,864	114,355,034	0	0
Total shareholders' equity		250,217,521	233,110,068	129,496,657	118,755,034
Provisions					
Provisions for deferred tax	9	11,305,795	10,550,377	0	0
Total provisions		11,305,795	10,550,377	0	0
Liabilities other than provisions					
Non-current liabilities other than provisions					
Mortgage debt	10	47,121,463	15,498,176	0	0
		47,121,463	15,498,176	0	0
Current liabilities other than provisions					
Mortgage debt, short term		4,423,462	2,664,457	0	0
Bank loans		32,239,131	4,171,818	0	0
Trade payables		72,131,004	57,792,626	0	0
Corporation tax		4,058,382	11,490,149	0	0
Other payables		32,300,900	47,610,616	5,000	100,000
		145,152,879	123,729,666	5,000	100,000
Total liabilities other than provisions		192,274,342	139,227,842	5,000	100,000
TOTAL EQUITY AND LIABILITIES		453,797,658	382,888,287	129,501,657	118,855,034

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Statement of changes in equity

	Group					
DKK	Contributed capital	Share premium	Retained earnings	Total	Non-controlling interest	Total
Equity at 1 May 2021	40,000	109,960,000	8,755,034	118,755,034	114,355,034	233,110,068
Distributed dividends	0	0	0	0	-4,500,000	-4,500,000
Transferred over the profit appropriation	0	0	10,728,252	10,728,252	10,872,418	21,600,670
Exchange rate adjustment, foreign subsidiaries	0	0	13,371	13,371	-6,588	6,783
Equity at 30 April 2022	40,000	109,960,000	19,496,657	129,496,657	120,720,864	250,217,521

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Statement of changes in equity

	Parent Company					
DKK	Contributed capital	Share premium	Net revaluation reserve according to the equity method	Retained earnings	Proposed dividends	Total
Equity at 1 May 2021	40,000	109,960,000	4,355,034	4,400,000	0	118,755,034
Net effect from merger and acquisition	0	0	0	-139,603	0	-139,603
Transferred over the profit appropriation	0	0	10,865,830	-1,484,604	1,500,000	10,881,226
Equity at 30 April 2022	40,000	109,960,000	15,220,864	2,775,793	1,500,000	129,496,657

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Cash flow statement

		Group	
DKK	Note	2021/22	2020/21 (4 months)
Profit for the year		21,600,670	12,771,004
Other adjustments	14	29,398,002	13,359,358
Cash generated from operations before changes in working capital		50,998,672	26,130,362
Changes in working capital	15	-27,477,373	860,584
Cash generated from operations		23,521,299	26,990,946
Interest income		753,198	154,791
Interest expense		-2,302,743	-483,511
Corporation tax paid		-12,498,797	0
Cash flows from operating activities		9,472,957	26,662,226
Acquisition of property, plant and equipment		-49,509,843	-17,085,370
Cash flows from investing activities		-49,509,843	-17,085,370
Distributed dividends		-9,000,000	-4,500,000
Increase in payables to credit institutions		37,102,000	0
Instalments of mortgage debt		-3,598,953	-595,367
Cash flows from financing activities		24,503,047	-5,095,367
Cash flows for the year		-15,533,839	4,481,489
Cash and cash equivalents at the beginning of the year		9,372,729	719,422
Cash and cash equivalents at year end		-6,161,110	5,200,911
Presented as follows in the financial statements:			
Cash at bank and in hand		26,078,021	9,372,729
Bank loans		-32,239,131	-4,171,818
		-6,161,110	5,200,911

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

1 Accounting policies

The annual report of Auka Holding ApS for 2021/22 has been prepared in accordance with the provisions applying to reporting class C large entities under the Danish Financial Statements Act.

Reclassifications have been made to the comparative figures. The reclassifications have no effect on the profit for the year or equity.

Apart from the above, the accounting policies used in the preparation of the consolidated financial statements and the parent company financial statements are consistent with those of last year.

Consolidated financial statements

The consolidated financial statements comprise the Parent Company, Auka Holding ApS, and subsidiaries in which Auka Holding ApS directly or indirectly holds the majority of the votes.

On consolidation, intra-group income and expenses, shareholdings, intra-group balances and dividends and realised and unrealised gains and losses on intra-group transactions are eliminated.

Investments in subsidiaries are set off against the proportionate share of subsidiaries' fair value of net assets and liabilities at the date of acquisition.

Intercompany mergers are recognised based on booked value method.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates 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, payables and other monetary items denominated in foreign currencies are translated at the exchange rates 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 latest financial statements is recognised in the income statement as financial income or financial expenses.

Upon recognition of foreign subsidiaries which are independent entities, the income statements are translated into Danish kroner at average exchange rates for the month, and balance sheet items are translated at the exchange rates at the balance sheet date. Foreign exchange differences arising upon translation of foreign subsidiaries' opening equity and results at the exchange rates at the balance sheet date are recognised directly in equity.

Income statement

Revenue

Income from the sale of goods for resale and finished goods is recognised in revenue when delivery and transfer of risk to the buyer have taken place, the income may be reliably measured and is expected to be received.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts granted are recognised in revenue.

Other operating income

Other operating income comprises items secondary to the activities of the entities.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

1 Accounting policies (continued)

Cost of raw materials and consumables

Cost of raw materials and consumables comprises costs incurred directly or indirectly to generate revenue for the year.

Other external costs

Other external costs comprise costs related to distribution, sales, advertising, administration, lease costs, etc.

Staff costs

Staff costs comprise salaries and wages, including holiday allowance, pension, other social security costs, etc. to the Company's employees.

Financial income and expenses

Financial income and expenses comprise interest income and expense, realised and unrealised gains and losses on payables and transactions denominated in foreign currencies, and liabilities as well as surcharges and refunds under the on-account tax scheme, etc.

Income from investments in group entities

The proportionate share of the results of the individual subsidiaries is recognised in the Parent Company's income statement after full elimination of intra-group gains/losses and amortisation of goodwill.

Tax on profit for the year

The Parent Company is comprised by the Danish rules on compulsory joint taxation of the Group's Danish subsidiaries. The subsidiaries are included in the joint taxation from the date on which they are included in the consolidated financial statements and up to the date on which they are excluded from the consolidation.

The Parent Company is the administrative company for the joint taxation and accordingly settles all payments of corporation tax to the tax authorities.

On payment of joint taxation contributions, current Danish corporation tax is allocated between the jointly taxed entities in proportion to their taxable income. Entities with tax losses receive joint taxation contributions from entities that have used the losses to reduce their own taxable profit.

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

1 Accounting policies (continued)

Balance sheet

Intangible assets

Goodwill

Goodwill is amortised on a straight-line basis over the estimated useful life determined on the basis of Management's experience within the individual business areas. The amortisation period is fixed at 5 years.

Gains and losses on the disposal of intangible assets are determined as the difference between the selling price less selling costs and the carrying amount at the date of disposal. Gains and losses are recognised in the income statement as other operating income or other operating costs, respectively.

Property, plant and equipment

Land and buildings, plant and machinery and fixtures and fittings, tools, equipment and software are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date on which the asset is available for use. Indirect production overheads and borrowing costs are not recognised in cost.

Where individual components of an item of property, plant and equipment have different useful lives, they are accounted for as separate items, which are depreciated separately.

The basis of depreciation is cost less any projected residual value after the end of the useful life. Depreciation is provided on a straight-line basis over the estimated useful life. The estimated useful lives are as follows:

Buildings	25 years
Plant and machinery	3-12 years
Fixtures and fittings, tools, equipment and software	3-12 years

The useful life and residual value are reassessed annually. Changes are treated as accounting estimates, and the effect on depreciation is recognised prospectively.

Land is not depreciated.

Fixed assets under construction are recognised and measured at cost at the balance sheet date. Upon entry into service, the cost is transferred to the relevant group of property, plant and equipment

Gains and losses on the disposal of property, plant and equipment are stated as the difference between the selling price less selling costs and the carrying amount at the date of disposal. Gains and losses are recognised in the income statement as other operating income or other operating costs, respectively.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

1 Accounting policies (continued)

Investments

Investments in group entities are measured at the proportionate share of the entities' net asset value calculated in accordance with the Group's accounting policies plus or minus unrealised intra-group gains or losses and plus or minus the residual value of positive and negative goodwill calculated in accordance with the acquisition method.

Investments in group entities with negative net asset values are measured at DKK 0, and any receivables from these entities are written down by an amount equivalent to the negative net asset value. To the extent that the negative net asset value exceeds the receivable, the residual amount is recognised as provisions.

Net revaluation of investments in subsidiaries is transferred to the reserve for net revaluation in equity according to the equity method to the extent that the carrying amount exceeds cost.

Other securities and equity investments included in investment comprise unlisted shares that Management considers investment securities. The equity investments are measured at cost.

Impairment of fixed assets

The carrying amount of intangible assets and property, plant and equipment as well as equity investments in group entities and participating interests (including associates) is subject to an annual test for indications of impairment other than the decrease in value reflected by depreciation or amortization.

Impairment tests are conducted of individual assets or groups of assets when there is an indication that they may be impaired. Write-down is made to the recoverable amount if this is lower than the carrying amount.

The recoverable amount is the higher of an asset's net selling price and its value in use. The value in use is determined as the present value of the forecast net cash flows from the use of the asset or the group of assets, including forecast net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Previously recognised write-downs are reversed when the basis for the write-down no longer exists. Write-down of goodwill is not reversed.

Inventories

Inventories are measured at cost in accordance with the FIFO method. Where the net realisable value is lower than cost, inventories are written down to this lower value.

Goods for resale and raw materials and consumables are measured at cost, comprising purchase price plus delivery costs.

Finished goods and work in progress are measured at cost, comprising the cost of raw materials, consumables, direct wages and salaries as well as indirect production overheads. Indirect production overheads comprise indirect materials and wages and salaries as well as the maintenance of depreciation of production machinery, buildings and equipment as well as factory administration and management. Borrowing costs are not included in cost.

The net realisable value of inventories is calculated as the sales amount less costs of completion and costs necessary to make the sale and is determined taking into account marketability, obsolescence and development in expected selling price.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

1 Accounting policies (continued)

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Prepayments and deferred income

Prepayments comprise prepayment of costs incurred relating to subsequent financial years.

Equity

Net revaluation reserve according to the equity method

Net revaluation reserve according to the equity method comprises net revaluation of equity investments in group entities and associates.

Proposed dividends are recognised as a liability at the date on which they are adopted at the annual general meeting (declaration date). The expected dividend payment for the year is disclosed as a separate item under equity.

The purchase of treasury shares may be done in the extent that the purchase price can be contained in the distributable reserves. The treasury shares are presented in the notes to the financial statements, with the number and nominal value.

Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities based on the planned use of the asset or settlement of the liability.

Deferred tax assets, including the tax value of tax loss carried forward, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

1 Accounting policies (continued)

Liabilities other than provisions

Financial liabilities are recognised at the date of borrowing at cost, corresponding to the proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest rate. Accordingly, the difference between cost and the nominal value is recognised in the income statement over the term of the loan together with interest expenses.

Finance lease obligations comprise the capitalised residual lease obligation on finance leases.

Other liabilities are measured at net realisable value.

Cash flow statement

The cash flow statement shows the Group's cash flows from operating, investing and financing activities for the year, the year's changes in cash and cash equivalents as well as the Group's cash and cash equivalents at the beginning and end of the year.

The cash flow effect of acquisitions and divestment of entities is shown separately in cash flows from investing activities. Cash flows relating to acquired entities are recognised in the cash flow statement from the date of acquisition, and cash flows relating to divested entities are recognised up to the date of divestment.

Cash flows from operating activities

Cash flows from operating activities are calculated as the profit/loss for the year adjusted for non-cash operating items, changes in working capital and corporation tax paid.

Cash flows from investing activities

Cash flows from investing activities comprise payments in connection with acquisitions and disposals of entities and activities, intangible assets, property, plant and equipment and investments.

Cash flows from financing activities

Cash flows from financing activities comprise changes in size or composition of the Company's contributed capital and costs in this respect as well as raising of loans, instalments on interest-bearing debt and distribution of dividends to owners.

Cash and cash equivalents

Cash and cash equivalents comprise cash and short-term marketable securities with a term of three months or less which are easily convertible into cash, and which are subject to only an insignificant risk of changes in value.

Segment information

In accordance with section 96 of the Danish Financial Statements Act, segment information is not disclosed, as this information may cause significant damage to the entities' competitive position.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

		Group		Parent Company	
	DKK	2021/22	2020/21 (4 months)	2021/22	2020/21 (4 months)
2	**Staff costs and incentive schemes**				
	Wages and salaries	102,874,930	41,062,628	0	0
	Pensions	7.938,370	2,860,166	0	0
	Other social security costs	2,266,774	649,709	0	0
	Other staff costs	3,188,653	0		
		116,268,727	44,572,503	0	0
	Executive Board	0	0	0	0
	Board of Directors	0	0	0	0
		0	0	0	0
	Average number of full-time employees	215	219	0	0
3	**Financial expenses**				
	Interest expense to group entities	0	0	0	0
	Other interest expense	2,302,743	483,511	48,790	0
		2,302,743	483,511	48,790	0
4	**Tax on profit for the year**				
	Current tax for the year	5,067,029	3,900,023	0	0
	Deferred tax adjustment for the year	754,111	240,115	0	0
	Adjustment of current tax concerning previous years	-133,932	-205,868	0	0
	Adjustment of deferred tax concerning previous years	1,307	138,297	0	0
	Tax effect of equity adjustments	0	26,983		
		5,688,515	4,099,550	0	0

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

5 Proposed profit appropriation

	Parent Company	
	2021/22	2020/21
Net revaluation reserve according to the equity method	10,865,830	1,935,502
Retained earnings	-1,484,604	4,400,000
Proposed dividends	1,500,000	0
	10,881,226	6,335,502

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

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6 Property, plant and equipment

	Group				
DKK	Land and buildings	Plant and machinery	Fixtures and fittings, tools, equipment and software	Assets under construction	Total
Cost at 1 May 2021	106,433,398	343,230,705	43,498,683	4,927,572	498,090,358
Adjustment previous years	7,225,847	9,526,606	-1,004,804	0	15,747,649
Transferred	0	4,812,290	107,032	-4,919,322	0
Additions	848,253	20,689,758	1,914,523	26,057,309	49,509,843
Cost at 30 April 2022	114,507,498	378,259,359	44,515,434	26,065,559	563,347,850
Depreciation at 1 May 2021	-65,204,757	-280,339,062	-34,473,379	0	-380,017,198
Adjustment previous years	-7,225,847	-9,526,606	1,004,804	0	-15,747,649
Depreciation	-2,344,915	-15,876,937	-3,589,947	0	-21,811,799
Depreciation at 30 April 2022	-74,775,519	-305,742,605	-37,058,522	0	-417,576,646
Carrying amount at 30 April 2022	39,731,979	72,516,754	7,456,912	26,065,559	145,771,204

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

7 Investments

	Parent Company	
DKK	2021/22	2020/21 (4 months)
Equity investments in subsidiaries		
Cost at 31 December	110,000,000	110,000,000
Addition	0	0
Cost at 30 April	110,000,000	110,000,000
Value adjustments at 31 December	4,355,034	0
Other equity adjustments	-6,588	2,419,532
Dividends from subsidiaries	-4,500,000	-4,500,000
Profit for the year from investments	10,872,418	6,435,502
Value adjustments at 30 April	10,720,864	4,355,034
Carrying amount at 30 April	120,720,864	114,355,034
Hereof goodwill	0	0

The acquisition of D&AT Holding ApS during the financial year 2021/22 has been eliminated in the above specification.

Group entities

Name/legal form	Registered office	Voting rights and ownership interest
Nopa Nordic A/S	Mariagerfjord	50%

8 Contributed capital

Contributed capital consists of:

DKK	30/4 2022
40 shares of nom. DKK 1,000	40,000

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9 Deferred tax

	Group		Parent Company	
DKK	30/4 2022	30/4 2021	30/4 2022	30/4 2021
Deferred tax at 31 December	10,550,377	10,171,965	0	0
Deferred tax adjustment for the year	754,111	240,115	0	0
Deferred tax adjustment for previous years	1,307	138,297	0	0
	11,305,795	10,550,377	0	0

10 Non-current liabilities other than provisions

	Group		Parent Company	
DKK	30/4 2022	30/4 2021	30/4 2022	30/4 2021
Credit institutions:				
0-1 years	4,423,462	2,664,458	0	0
1-5 years	17,404,868	10,002,972	0	0
>5 years	29,716,595	5,495,203	0	0
	51,544,925	18,162,633	0	0

11 Mortgage and collateral

For the Group, land and buildings with a carrying amount of DKK 39,732 thousand at 30 April 2022 have been provided as collateral at an amount of DKK 51,545 thousand for amounts owed to mortgage institutions.

The Group has provided a joint and several guarantee as collateral for all amounts owed to Nordea by the Group.

12 Contractual obligations, contingencies, etc.

Operating lease obligations

Operating lease obligations for the Group at 30 April 2022 represented DKK 10,824 thousand, of which DKK 2,498 thousand falls due within the initial year and DKK 1,245 thousand after five years.

Contingent liabilities

The Group's Danish entities are jointly and severally liable for tax on the Group's jointly taxed income and for certain withholding taxes such as dividend tax and royalty tax as well as for joint VAT registration. Any subsequent corrections of the taxable income subject to joint taxation or withholding taxes on dividends, etc. may entail an increase in the entities' liability. The Group as a whole is not liable to any other parties.

Consolidated financial statements and parent company financial statements 1 May 2021 – 30 April 2022

Notes

		Group	
	DKK	2021/22	2020/21 (4 months)
13	**Fees to auditor appointed at the general meeting**		
	Statutory audit	259,500	274,250
	Tax assistance	39,388	144,392
	Other assurance engagements	78,330	57,900
	Non-audit services	80,000	147,050
		457,218	623,592
14	**Other adjustments**		
	Depreciation and amortisation	21,811,799	10,208,708
	Financial income	-753,198	-154,791
	Financial expenses	2,302,743	483,511
	Tax for the year	5,688,515	4,099,550
	Other adjustments	348,143	-1,277,620
		29,398,002	13,359,358
15	**Changes in working capital**		
	Change in inventories	-21,752,379	-14,983,059
	Change in receivables	-4,753,656	-14,399,487
	Change in trade and other payables	-971,338	30,243,130
		-27,477,373	860,584

16 Related party disclosures

Auka Holding ApS' related parties comprise the legal owner and Executive Board member, Anders Jacob Gad Thostrup, and his family and other companies.

Furthermore, the subsidiary Nopa Nordic A/S and its subsidiaries are related parties.

Related party transactions

The Company only has transactions that are carried out on an arm's length basis with subsidiaries and Management. The Company has chosen not to disclose any transactions in accordance with section 98c (7) of the Danish Financial Statements Act.

17 Events after the balance sheet date

No events have occurred after the balance sheet date to this date that may influence the evaluation of this annual report.