

# ANNUAL REPORT

2021

Company: Svanevej P/S  
CVR: 42697648

Svanevej 12, 4  
2400 København NV

Accounting period: 21 September –  
31 December 2021

Chairman: Ann-Sofie Trampe Jarløv

24 June 2022

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## **Statement by Board of Directors and Management**

The Board of Directors and management have today considered and adopted the annual report for the financial year 21 September - 31 December 2021 for Svanevej P/S.

The annual report is prepared in accordance with the Danish Financial Statement Act.

In our opinion, the financial statements give a true and fair view of the financial position as at 31 December 2021 of the Company and of the results of the Company's operations for 2021.

It is also our opinion that the Management's Review a true and fair account of the development of Company's activities and financial conditions, the profit for the period and the Company's financial position as a whole, and a description of the significant risks and uncertainty factors that the Company faces.

The annual report is submitted to the Ordinary General Meeting for approval.

Copenhagen, 24 June 2022

### **Board of Directors**

Andrew John Essex LaTrobe  
Chairman

Pradeep Pattem

Ohene Aku Kwabong

# ***Independent Auditor's Report***

To the shareholders of Svanevej P/S

## **Opinion**

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year 21 September - 31 December 2021 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Svanevej P/S for the financial year 21 September - 31 December 2021, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("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 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, we considered whether Management's Review includes the disclosures required by 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.

## **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 judgment and maintain professional skepticism 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.
- 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Hellerup, 24 June 2021

**PricewaterhouseCoopers**

Statsautoriseret Revisionspartnerselskab

CVR no 3377 1231

Morten Jørgensen  
State Authorised Public Accountant  
mne32806

Jacob Dannefer  
State Authorised Public Accountant  
mne47886

## **Company Information**

### **Company**

Svanevej P/S

Svanevej 12

DK-2400 København NV

CVR no.: 42697648

Financial Period: 21 September – 31 December

Registered office: Copenhagen, Denmark

### **Board of Directors**

Andrew John Essex LaTrobe

Pradeep Patten

Ohene Aku Kwabong

### **Auditor**

PriceWaterhouseCoopers Statsautoriseret Revisionspartnerselskab

## **Management's Review**

### **Key activities**

The company's objects are to develop, operate and administrer real estate and any other activity related thereto.

### **Development in the year**

The income statement of the Company for 2021 shows a loss of DKK 0.63 million and at 31 December 2021 the balance sheet of the Company shows equity of DKK 39.0 million.

As the company is engaged in development of investment properties, the Company is affected by changes in the property market, including the general level of interest rates and economic conditions. For a description of significant assumptions for the fair value recognition as 31 December 2021 please refer to note 2.

### **Subsequent events**

From the balance sheet date until the date of presentation of this Annual Report no additional events have occurred other than the abovementioned which significantly affects the assessment of the annual report.

## Income Statement 21 September - 31 December

Note	Amounts in DKK 1000s	21 September - 31 December
	<b>Gross profit / (loss) before value adjustments</b>	<b>364</b>
	Adjustment to fair value, net	-1,524
	<b>Gross profit after value adjustments</b>	<b>-1,224</b>
	Depreciation, amortisation and impairment	-204
	Financial expenses	-397
	<b>Profit before tax</b>	<b>-1,826</b>
	<b>Profit for the period</b>	<b>-1,826</b>
	<b>Distributed as follows</b>	
	Retained earnings	-1,826
	<b>Profit for the period</b>	<b>-1,826</b>

## Balance Sheet 31 December

Note	Amounts in DKK 1000s	2021
<b>ASSETS</b>		
<b>Non-current assets</b>		
	<b>Property, plant and equipment</b>	
2	Investment properties	88,000
	<b>Total Non-current assets</b>	<b>88,000</b>
<b>Current assets</b>		
	Receivables from related parties	371
	Cash and short-term deposits	8
	<b>Total current assets</b>	<b>380</b>
	<b>Total assets</b>	<b>88,380</b>

## Balance Sheet 31 December

Note	Amounts in DKK 1000s	2021
<b>LIABILITIES</b>		
<b>Equity</b>		
	Share capital	400
	Share Premium	40,433
	Accumulated profit	-1,826
	<b>Total equity</b>	<b>39,007</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
3	Credit institutions	47,847
	Deposits	1,001
	<b>Total Non-current liabilities</b>	<b>48,848</b>
<b>Current liabilities</b>		
	Payables	121
	Other liabilities	404
		<b>524</b>
	<b>Total liabilities</b>	<b>49,372</b>
	<b>Total equity and liabilities</b>	<b>88,380</b>

## Statement of equity

Amounts in DKK 1000s	Share capital	Share Premium	Accumulated profit	Equity Total
Statement of equity for 2021				
Equity as at 1 January 2021	400	0	0	400
Capital Increase	0	40,433	0	40,433
Net Profit / loss for the period	0	0	-1,826	-1,826
Equity as at 31 December 2021	400	40,433	-1,826	39,007

## Summary

Note 1	Accounting policies, accounting estimates and risks, etc.
Note 2	Investment properties
Note 3	Credit institutions
Note 4	Contingent assets and liabilities
Note 5	Subsequent events

## Notes

### Note 1 - Accounting policies, accounting estimates and risks, etc.

#### **BASIS OF PREPARATION**

The annual report of Svanevej P/S for 2021 has been prepared in accordance with the provisions of Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C. The annual report is presented in Danish crown (DKK) rounded to the nearest DKK 1,000, which is considered to be the primary currency of the Company's activities and the functional currency of the company. The accounting policies remain unchanged from last year.

The annual report is prepared on a historical cost basis, except for investment properties and certain financial obligations that are measured at fair value. Further, investment properties are measured at reassessed value. The accounting policies are otherwise as described below.

#### **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.

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.

#### **Foreign currency**

Transactions in currencies other than the individual company functional currency is translated initially at the transaction date. Receivables and payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the closing rate. Exchange differences arising between the date of transaction and payment date or the balance sheet date are recognized in the income statement under financial income or expenses. Exchange differences arising from the translation of foreign companies' balance sheet items at the beginning of the exchange rates and the translation of income statements from average rates to closing rates are recognized in other comprehensive income.

Exchange rate on full or partial disposal of foreign entities, where control is transferred, the foreign currency translation adjustments are recognized in other comprehensive income, which is attributable to the unit from other comprehensive income to net income along with the gain or loss on the disposal.

#### **PROFIT AND LOSS STATEMENT**

##### **Revenue**

Rental income is recognised on a straight line-basis over the term of the lease.

##### **Gross profit/loss before value adjustments**

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

##### **Depreciation, amortisation and impairment**

Depreciation is based on revalued amount less estimated residual value after useful life (residual value).

##### **Adjustments to fair value, net**

Adjustment to fair value, net includes continuous adjustments of investment properties and related debt as well as debt instruments measured at fair value through profit or loss.

## **Financial income and expenses**

Financial items include interest income and interest expenses, foreign exchange rate adjustments, amortization premiums / discounts, realized and unrealized gains and losses on securities as well as surcharges and refunds under the tax.

Borrowing costs directly attributable to the development projects of investment or project portfolios, added to the cost of the assets until the time when the project is completed and the property can be used for the intended purpose. If there is a loan directly to finance the development project, calculated borrowing costs on the basis of an average interest rate of the group's loans except for loans recorded at the acquisition of specific assets. Other borrowing costs are recognized in the income statement in the periods to which they relate.

## **BALANCE STATEMENT**

### **Investment properties**

Investment properties constitute land and buildings held to earn a return on the invested capital by way of current operating income and/or capital appreciation on sale.

On acquisition investment properties are measured at cost comprising the acquisition price and costs of acquisition. The cost of own constructed investment properties comprises the acquisition price and expenses directly related to the acquisition, including costs of acquisition and indirect expenses for labour, materials, components and suppliers up until the time when the asset is ready for use.

After the initial recognition investment properties are measured at fair value. Value adjustments of investment properties are recognised in the income statement.

In Management's opinion the classification of the property as investment properties did not cause any difficulties.

Fair value is the amount for which the property could be exchanged between knowledgeable, willing parties in an arm's length transaction on the balance sheet date. The determination of fair value involves material accounting estimates.

The estimates applied are based on information and assumptions considered reasonable by Management but which are inherently uncertain and unpredictable. Actual events or circumstances will probably differ from the assumptions made in the calculations as often assumed events do not occur as expected. Such difference may be material. The assumptions applied are disclosed in the notes. The fair value calculation of the property is described in note 2.

### **Receivables**

Receivables are measured at amortized cost. Impairment losses are made for losses which are deemed to have resulted in an objective indication that an individual receivable is impaired.

### **Financial liabilities**

Loans, such as mortgage loans, are recognised initially at the proceeds received net of transaction expenses incurred. Subsequently, the loans are measured at amortised cost; the difference between the proceeds and the nominal value is recognised as an interest expense in the income statement over the loan period. Mortgage loans are measured at amortised cost, which for cash loans corresponds to the remaining loan.

Amortised cost of debenture loans corresponds to the remaining loan calculated as the underlying cash value of the loan at the date of raising the loan adjusted for depreciation of the price adjustment of the loan made over the term of the loan at the date of raising the loan.

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

## Note 2 - Investment properties

### Investment properties

Investment properties constitute land and buildings held to earn a return on the invested capital by way of current operating income and/or capital appreciation on sale.

On acquisition investment properties are measured at cost comprising the acquisition price and costs of acquisition. The cost of own constructed investment properties comprises the acquisition price and expenses directly related to the acquisition, including costs of acquisition and indirect expenses for labour, materials, components and suppliers up until the time when the asset is ready for use.

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The estimates applied are based on information and assumptions considered reasonable by Management but which are inherently uncertain and unpredictable. Actual events or circumstances will probably differ from the assumptions made in the calculations as often assumed events do not occur as expected. Such difference may be material. The assumptions applied are disclosed in the notes. The fair value calculation of the property is described in note 2.

Amounts in DKK 1000s	2021
Balance at 21 of September	89,588
Adjustment to fair value, net	-1,588
<b>Balance at 31 December</b>	<b>88,000</b>

The Company's Investment property is 100% commercial. The property primarily comprises of office spaces.

#### i. Market Rent per sqm per year

Market rent per sqm per year represents an important input for calculating the fair value of the property. If it is estimated that the current rent is lower or higher than the rent that can be obtained by re-hire, a correction of the current rent will be made to the expected rent on re-hire. This input is based on an estimate. Similarly, input on market rent for empty areas is based on an estimate.

#### ii. Vacancy

No structural vacancy has been considered in the property valuation.

#### iii. Yield

The fixed return requirement is an essential input in estimating fair values. An individually determined rate of return of 5.26% has been applied in the market value assessment at 31 December 2021.

The yield requirements used have a significant impact on the fair value of the property. The sensitivity of changes in the return requirement is illustrated in the table below which shows the effect on the fair value of the properties if only the average return rate is changed.

Change in return requirements (% points)	Change in market value (DKK million)
	2021
0.50%	-7.5
-0.50%	9.0

## Note 3 – Credit Institutions

The Group's loans and credits are distributed as per 31 December as follows:

Liabilities recognized at amortized cost	Currency	Rate type	Expiry date	2021
Mortgage Debt	DKK	Fixed	2-3 years	47,847
<b>Carrying amount</b>				<b>47,847</b>

The evolution of the long and short term liabilities with credit institutions is specified follows:

Amounts in DKK 1000s	2021
Non-current financial liabilities	47,847
<b>Financial liabilities with credit institutions at 21 September</b>	<b>47,847</b>
Repayment of liabilities to credit institutions	0
Accrued financial expenses	0
<b>Financial liabilities with credit institutions at 31 December</b>	<b>47,847</b>
Non-current financial liabilities	47,847
Current financial liabilities	0
<b>Total financial liabilities with credit institutions at 31 December</b>	<b>47,847</b>

## Note 4 – Contingent assets and liabilities

### Pledges and guarantees

The nominal pledge for the bank debt given by credit institutions per December 31, 2021 amounts to a total of DKK 47.8 million, the nominal value of the loans amounts to a total of DKK 47.8 million in the company's investment property with a book value totalling DKK 88.0 million.

### Contingent liabilities

The Company has no contingent liabilities as at December 31, 2021.

### Contingent assets

The Company has no contingent asset as at December 31, 2021.

## Note 5 – Subsequent events

From the balance sheet date until the date of presentation of this Annual Report no additional events have occurred other than the abovementioned which significantly affects the assessment of the annual report.