

M&J Management Holding ApS

Vejlevej 5
DK- 8700 Horsens

CVR no. 42 82 61 89

Annual report for the period 5 November – 31 December 2021

The annual report was presented and approved at the
Company's annual general meeting on

30 June 2022

Sebastian Burmeister
Chairman of the annual general meeting

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M&J Management Holding ApS
Annual report 2021
CVR no. 42 82 61 89

Statement by the Executive Board

The Executive Board has today discussed and approved the annual report of M&J Management Holding ApS for the financial period 5 November – 31 December 2021.

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

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2021 and of the results of the Company's operations for the financial period 5 November – 31 December 2021.

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.

Horsens 30 June 2022
Executive Board:

Lars Sebastian Burmeister

Tero Juhana Telaranta

Independent auditor's report

To the shareholders of M&J Management Holding ApS

Opinion

We have audited the financial statements of M&J Management Holding ApS for the financial period 5 November – 31 December 2021 comprising 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 Company's assets, liabilities and financial position at 31 December 2021 and of the results of the Company's operations for the financial period 5 November – 31 December 2021 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 are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

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

Management's responsibility 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 that 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 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 users made on the basis of these financial statements.

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

- identify and assess the risks of material misstatement of the 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.

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

Aarhus, 30 June 2022

KPMG

Statsautoriseret Revisionspartnerselskab
CVR no. 25 57 81 98

David Olafsson
State Authorised
Public Accountant
mne19737

Katrine Gybel
State Authorised
Public Accountant
mne45848

M&J Management Holding ApS
Annual report 2021
CVR no. 42 82 61 89

Management's review

Company details

M&J Management Holding ApS
Vejlevej 5
DK- 8700 Horsens

CVR no.: 42 82 61 89
Established: 5 November 2021
Financial period: 5 November – 31 December

Executive Board

Lars Sebastian Burmeister
Tero Juhana Telaranta

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Frederiks Plads 42
DK-8000 Aarhus C
CVR no. 25 57 81 98

Management's review

Operating review

Principal activities

The Company's principal activity is to hold investments.

Development in activities and financial position

The Company's income statement for 2021 shows a loss of DKK 69,480. Equity in the Company's balance sheet at 31 December 2021 stood at a negative of DKK 29,480.

There are no comparative figures as this is the Company's first financial year.

Capital resources

The Company has lost more than 50% of its contributed capital, and therefore the Company is covered rules on capital loss laid down in the Danish Companies Act. Management expects the capital to be restored over future positive earnings.

The Parent Company, Ahlström Capital B.V., has provided a letter of support stating that the Parent Company will provide the required financial support until at least 31 December 2022.

Financial statements 5 November – 31 December

Income statement

DKK	Note	2021/21
Gross loss		<u>-500</u>
Loss before financial income and expenses		<u>-500</u>
Other financial income		313
Other financial expenses	3	<u>-69,293</u>
Loss before tax		-69,480
Tax on loss for the year		<u>0</u>
Loss for the period		<u><u>-69,480</u></u>
Proposed profit appropriation/distribution of loss		
Retained earnings		<u><u>-69,480</u></u>

Financial statements 5 November – 31 December

Balance sheet

DKK	Note	31/12 2021
ASSETS		
Fixed assets		
Investments		
Participating interests		<u>26,549,019</u>
Total fixed assets		<u>26,549,019</u>
Current assets		
Cash at bank and in hand		<u>262,061</u>
Total current assets		<u>262,061</u>
TOTAL ASSETS		<u><u>26,811,080</u></u>
EQUITY AND LIABILITIES		
Equity		
Contributed capital		40,000
Retained earnings		<u>-69,480</u>
Total equity		<u>-29,480</u>
Liabilities		
Non-current liabilities		
Payables to group entities		<u>26,840,560</u>
Total liabilities		<u>26,840,560</u>
TOTAL EQUITY AND LIABILITIES		<u><u>26,811,080</u></u>
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Financial statements 5 November – 31 December

Statement of changes in equity

DKK	Contributed capital	Retained earnings	Total
Equity at 5 November 2021	40,000	0	40,000
Transferred over the distribution of loss	0	-69,480	-69,480
Equity at 31 December 2021	40,000	-69,480	-29,480

Financial statements 5 November – 31 December

Notes

1 Accounting policies

The annual report of M&J Management Holding ApS for 2021 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

There are no comparative figures as this is the Company's first financial year.

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.

Income statement

Gross profit/loss

Pursuant to section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross loss.

Other external costs

Other external costs comprise costs related to administration, etc.

Financial income and expenses

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

Tax on profit/loss for the year

Tax for the year comprises current 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 at the amount attributable to the profit/loss for the year and directly in equity at the amount attributable to entries directly in equity.

Financial statements 5 November – 31 December

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1 Accounting policies (continued)

Balance sheet

Investments

Equity investments in group entities and participating interests are measured at cost. In case of indication of impairment, an impairment test is conducted. When the cost exceeds the recoverable amount, write-down is made to this lower value.

Cash at bank and in hand

Cash at bank and in hand comprises cash.

Equity

Net revaluation reserve according to the equity method

Net revaluation reserve according to the equity method comprises net revaluation of equity investments in participating interests in proportion to cost.

Liabilities

Financial liabilities are recognised at cost at the date of borrowing, corresponding to the proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost using the effective interest method. 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.

Other liabilities are measured at amortised cost.

2 Capital resources

The Company has lost more than 50% of its contributed capital, and therefore the Company is covered by the rules on capital loss laid down in the Danish Companies Act. Management expects the capital to be restored over future positive earnings.

The Parent Company, Ahlström Capital B.V., has provided a letter of support stating that the Parent Company will provide the required financial support until at least 31 December 2022.

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3 Other financial expenses

DKK	2021/21
Interest expense to group entities	69,158
Other financial costs	135
	<u>69,293</u>

Financial statements 5 November – 31 December

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4 Mortgages and collateral

For the Company's outstanding balance with credit institutions, the Company has provided collateral for up to DKK 74,365 thousand in shares in M&J Recycling Group ApS with a carrying amount of DKK 26,549 thousand as of 31 December 2021. The debt amounted to DKK 0 as of 31 December 2021.

For the affiliated company M&J Denmark A/S' outstanding balance with credit institutions, the Company has provided collateral for up to DKK 37,183 thousand in shares in M&J Recycling Group ApS with a carrying amount of DKK 26,549 thousand as of 31 December 2021. The debt amounted to DKK 0 as of 31 December 2021.

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Financial statements 5 November – 31 December

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5 Related party disclosures

M&J Management Holding ApS' related parties comprise the following:

Control

Ahlstrom Capital B.V.
Heliconweg 52
Leeuwarden
8914AT
The Netherlands

M&J Management Holding ApS is part of the consolidated financial statements of Ahlstrom Capital B.V., Netherlands, which is the smallest and largest group, in which the Company is included as a subsidiary. The consolidated financial statements of Ahlstrom Capital B.V. can be obtained by contacting the company at the above address.