



RSW Plastics A/S

C/O Ragn-Sells Danmark A/S Stålvvej 6
6000 Kolding
CVR No. 43936751

Annual report 06.03.2023 - 31.12.2023

The Annual General Meeting adopted the annual
report on 03.07.2024

Søren Ryhmer
Chairman of the General Meeting

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Entity details

Entity

RSW Plastics A/S

C/O Ragn-Sells Danmark A/S Stålvvej 6

6000 Kolding

Denmark

Business Registration No.: 43936751

Date of foundation: 06.03.2023

Registered office: Stålvvej 6

Financial year: 06.03.2023 - 31.12.2023

Board of Directors

Charlotte Scott Larsen

Søren Ryhmer

Jacob Teunis Naaktgeboren

Eric van Roekel

Executive Board

Eric van Roekel

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of RSW Plastics A/S for the financial year 06.03.2023 - 31.12.2023.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2023 and of the results of its operations for the financial year 06.03.2023 - 31.12.2023.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Kolding, 03.07.2024

Executive Board

Eric van Roekel

Board of Directors

Charlotte Scott Larsen

Søren Ryhmer

Jacob Teunis Naaktgeboren

Eric van Roekel

Independent auditor's extended review report

To the shareholders of RSW Plastics A/S

Conclusion

We have performed an extended review of the financial statements of RSW Plastics A/S for the financial year 06.03.2023 - 31.12.2023, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2023 and of the results of its operations for the financial year 06.03.2023 - 31.12.2023 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of Management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

Statement on the management commentary

Management is responsible for the management commentary.

Our conclusion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required by relevant law and regulations.

Based on the work we have performed, we conclude that the management commentary is in accordance with financial statements and has been prepared in accordance with the requirements in the relevant law and regulations. We did not identify any material misstatement of the management commentary.

Copenhagen, 03.07.2024

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Stine Eva Grothen

State Authorised Public Accountant
Identification No (MNE) mne29431

Anders Rødgaard Østdal

State Authorised Public Accountant
Identification No (MNE) mne50620

Management commentary

Primary activities

The company's primary activities is to engage in the processing of plastic waste for recycling and the sale thereof, as well as related activities.

Development in activities and finances

The company's income statement for 2023 shows a loss of 6,471 TDKK, and the company's balance sheet as of 31st December 2023 shows a negative equity of TDKK 5,971. As a consequence hereof the Company has lost more than 50% of it's share capital and is therefore subject to the rules of capital loss, cf. section 119 of the Danish Company Act. Management expects to restore the Company's equity through debt conversion in the new period.

In order to ensure the Company's continued operations the Company's owners has issued a letter of support ensuring sufficient liquidity for the Company to settle it's obligations as they fall due, at least until the annual general meeting in 2025 when the annual report for the year ended 31 December 2024 will be approved.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Income statement for 2023

	Notes	2023 DKK
Gross profit/loss		(354,994)
Staff costs	2	(3,100,548)
Depreciation, amortisation and impairment losses	3	(2,699,538)
Operating profit/loss		(6,155,080)
Other financial expenses	4	(315,951)
Profit/loss for the year		(6,471,031)
Proposed distribution of profit and loss		
Retained earnings		(6,471,031)
Proposed distribution of profit and loss		(6,471,031)

Balance sheet at 31.12.2023

Assets

	Notes	2023 DKK
Land		4,414,125
Other fixtures and fittings, tools and equipment		6,304,731
Property, plant and equipment in progress		0
Property, plant and equipment	5	10,718,856
Fixed assets		10,718,856
Raw materials and consumables		7,900
Inventories		7,900
Other receivables		1,726,147
Receivables		1,726,147
Current assets		1,734,047
Assets		12,452,903

Equity and liabilities

	Notes	2023 DKK
Contributed capital		500,000
Retained earnings		(6,471,031)
Equity		(5,971,031)
Other payables		18,117,714
Non-current liabilities other than provisions	6	18,117,714
Trade payables		306,220
Current liabilities other than provisions		306,220
Liabilities other than provisions		18,423,934
Equity and liabilities		12,452,903
Going concern	1	

Statement of changes in equity for 2023

	Contributed capital DKK	Retained earnings DKK	Total DKK
Contributed upon formation	500,000	0	500,000
Profit/loss for the year	0	(6,471,031)	(6,471,031)
Equity end of year	500,000	(6,471,031)	(5,971,031)

Notes

1 Going concern

The Company has lost more than 50% of its share capital and is therefore subject to the rules of capital loss, cf. section 119 of the Danish Company Act. Management expects to restore the Company's equity through debt conversion in the coming financial year.

In order to ensure the Company's continued operations the Company's owners has issued a letter of support ensuring sufficient liquidity for the Company to settle it's obligations as they fall due, at least until the annual general meeting in 2025 when the annual report for the year ended 31 December 2024 will be approved.

2 Staff costs

	2023
	DKK
Wages and salaries	1,359,420
Pension costs	86,182
Other social security costs	4,355
Other staff costs	1,650,591
	3,100,548
Number of employees at balance sheet date	2

3 Depreciation, amortisation and impairment losses

	2023
	DKK
Depreciation of property, plant and equipment	484,979
Impairment losses on property, plant and equipment	2,214,559
	2,699,538

4 Other financial expenses

	2023
	DKK
Financial expenses from group enterprises	313,885
Other interest expenses	2,066
	315,951

5 Property, plant and equipment

	Land DKK	Other fixtures and fittings, tools and equipment DKK	Property, plant and equipment in progress DKK
Additions	4,414,125	6,789,710	2,214,559
Cost end of year	4,414,125	6,789,710	2,214,559
Impairment losses for the year	0	0	(2,214,559)
Depreciation for the year	0	(484,979)	0
Depreciation and impairment losses end of year	0	(484,979)	(2,214,559)
Carrying amount end of year	4,414,125	6,304,731	0

6 Non-current liabilities other than provisions

	Due after more than 12 months 2023 DKK
Other payables	18,117,714
	18,117,714

The company's other non-current payable consists of debt to the company's shareholders.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of a few provisions for reporting class C.

Non-comparability

The Entity was founded 06.03.2023 and the financial year covers the periode 06.03.2023 - 31.12.2023. The financial statements therefore contains no comparative figures.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, cost of sales and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for normal inventory writedowns.

Other external expenses

Other external expenses include expenses relating to the Entity's normal activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Property costs

Property costs include costs incurred to operate the Entity’s properties in the financial year, including repair and maintenance costs, property tax and electricity, water and heating, which are not charged directly from the lessee.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc. for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Balance sheet

Property, plant and equipment

Land and buildings, plant and machinery, and other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation. For self-constructed assets, cost comprises direct and indirect costs of materials, components, sub-suppliers and labour costs. For assets held under finance leases, cost is the lower of the asset’s fair value and present value of future lease payments.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

	Useful life
Other fixtures and fittings, tools and equipment	7

Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs. The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.