

A/ S Østbirk Bygningsindustri

Ryvej 21, 8752 Østbirk

CVR no. 45 55 72 19

Annual report

for the year 1 January - 31 December 2022

Approved at the Company's annual general meeting on 13 April 2023

Chair of the meeting:

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Teodora Anda Grosu

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Statement by the Board of Directors and the Executive Board

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of A/S Østbirk Bygningsindustri for the financial year 1 January - 31 December 2022.

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

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2022 and of the results of the Company's operations for the financial year 1 January - 31 December 2022.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the results of the Company's operations and financial position.

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

Østbirk, 12 April 2023

Executive Board:

Casper Søe Pedersen
CEO

Board of Directors:

Kristian Eknud Justesen
Chair

Claus Huus Skov
Christensen

Malene Hjort

Jimmy Bendorf Laursen

Peter Christensen

Independent auditor's report

To the shareholders of A/S Østbirk Bygningsindustri

Opinion

We have audited the financial statements of A/S Østbirk Bygningsindustri for the financial year 1 January - 31 December 2022, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2022 and of the results of the Company's operations for the financial year 1 January - 31 December 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 financial statements" section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' 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.

Management's responsibilities for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- 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.

Independent auditor's report

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

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

Copenhagen, 12 April 2023
 EY Godkendt Revisionspartnerselskab
 CVR no. 30 70 02 28

Morten Østergaard Koch
 State Authorised Public Accountant
 mne35420

Henrik Carstensen
 State Authorised Public Accountant
 mne47765

Management's review

Company details

Name	A/S Østbirk Bygningsindustri
Address, Postal code, City	Ryvej 21, 8752 Østbirk
CVR no.	45 55 72 19
Established	30 October 1950
Registered office	Horsens
Financial year	1 January - 31 December
Board of Directors	Kristian Ekknud Justesen, Chair Claus Huus Skov Christensen Malene Hjort Jimmy Bendorf Laursen Peter Christensen
Executive Board	Casper Søe Pedersen, CEO
Auditors	EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark

Management's review

Financial highlights

DKKm	2022	2021	2020	2019	2018
Key figures					
Revenue	741.2	749.5	662.1	682.0	698.4
Profit before interest and tax (EBIT)	23.2	23.5	28.6	25.4	27.6
Investment in tangible fixed assets (net)	131.6	48.8	26.0	32.6	46.3
Net financials	-1.3	-1.1	-0.8	-0.8	-0.8
Profit before tax	21.8	22.4	27.8	24.6	26.8
Profit for the year	17.5	17.5	21.6	19.2	22.2
Total assets	382.2	307.8	289.4	246.7	244.1
Equity	165.0	165.0	147.5	125.9	106.7
Financial ratios					
Equity ratio	43.2%	53.6%	51.0%	51.0%	43.7%
EBIT-margin	3.1%	3.1%	4.3%	3.7%	4.0%
Return on invested capital	6.7%	7.8%	10.7%	10.3%	11.6%
Average number of full-time employees	472	409	352	366	356

Management's review

Business review

A/S Østbirk Bygningsindustri is a 100% owned subsidiary of VKR Holding A/S and the main activity is to produce VELUX products.

Financial review

The income statement for 2022 shows a profit of DKK 17,498 thousand against a profit of DKK 17,491 last year, and the balance sheet at 31 December 2022 shows equity of DKK 165,018 thousand.

In the annual report for 2021, Management expected a profit for 2022 at the same level as in 2021. Financial year 2022 met these expectations, and the realised results are considered satisfactory and in line with the expectations expressed in the annual report for 2021.

Knowledge resources

The Company regularly reviews the need to attract, develop and retain employees with an appropriate level of competence.

Financial risks

The Company's main risk concerns the ability of continuing as a leading supplier of windows for the markets where the Company is represented. The Company is also affected by the construction business cyclical conditions.

The Company's currency risks are handled according to the currency policy approved by the Board.

The Company does not have any significant risks regarding individual customers or collaborators beyond what is usual for the industry as well as common customer/supplier relationship.

Impact on the external environment

The Company is continuously working to reduce a possible environmental impact of its operations, just like the VELUX products are constantly developed to improve the thermal characteristics, further increase longevity and minimize maintenance costs.

In 2022, the Company has also focused on employee security and related safety issues.

Corporate social responsibility and diversity goals

For information about the Company's corporate social responsibility (CSR), pursuant to section 99a of the Danish Financial Statements Act, please refer to the consolidated financial statements of VKR Holding A/S, company reg. no. (CVR) 30 83 04 15, that includes a CSR report for the entire VKR Group.

The Company acknowledge the value of equality and diversity, which has resulted in a target of diversity for the Board of Directors and at other management levels. Information is provided pursuant to section 99b of the Danish Financial Statements Act.

In 2022, our Board of Directors included 1 assembly selected women and 2 assembly selected men, which is considered to be an adequate gender distribution by the Danish Business Authority.

In 2022, 3 women and 14 men occupied management positions (18/82%) and 2 women and 5 men occupied senior management positions (29%/71%). The ambition is to increase the number of women in management positions by 2030. The target is that 45% of management positions and 40% of senior management positions are held by women. Management positions include personnel with staff responsibilities. Senior management positions include personnel with staff responsibilities that are directly reporting to the General Manager.

The ambition has been backed up by different initiatives such as specific talent programmes for women, role models, mentorship etc. The initiatives will be carried forward into 2023.

Management's review

Data ethics

For information about the Company's policy for data ethics, cf. section 99d of the Danish Financial Statements Act, please refer to the consolidated financial statements of VKR Holding A/S. The consolidated financial statements 2022 for VKR Holding A/S, CVR no. 30 83 04 15, are published on the company's website.

Events after the balance sheet date

The company's management expects to make a final decision in 2023 on the completion of a merger with sister company Velterm A/S with A/S Østbirk Bygningsindustri A/S as the continuing company.

Outlook

Management forecasts a profit for 2023 at the same level as in 2022.

Financial statements 1 January - 31 December

Income statement

Note	DKK'000	2022	2021
3 Revenue		741,222	749,503
Change in inventories of finished goods and work in progress		-1,661	4,497
Other operating income		193,327	36,551
Costs of goods for resale		-553,981	-466,013
Other external expenses		-101,638	-83,789
Gross profit		277,269	240,749
4 Employee costs		-223,222	-189,951
Depreciation, amortisation and impairment losses		-30,861	-27,318
Profit before net financials		23,186	23,480
Financial income		22	32
5 Financial expenses		-1,367	-1,145
Profit before tax		21,841	22,367
6 Tax		-4,343	-4,876
Profit for the year		17,498	17,491

Financial statements 1 January - 31 December

Balance sheet

Note	DKK'000	2022	2021
ASSETS			
Fixed assets			
7 Intangible assets			
Software		138	297
		138	297
8 Property, plant and equipment			
Land and buildings		39,028	16,864
Plant and machinery		115,089	113,185
Other fixtures and fittings, tools and equipment		4,623	2,487
Prepayments and assets under construction		89,392	39,852
		248,132	172,388
Total fixed assets		248,270	172,685
Non-fixed assets			
Inventories			
Raw materials and consumables		95,620	66,940
Work in progress		30,990	32,651
		126,610	99,591
Receivables			
Trade receivables		189	246
Receivables from affiliated companies		0	28,250
Other receivables		6,416	4,488
9 Prepayments		748	2,532
		7,353	35,516
Total non-fixed assets		133,963	135,107
TOTAL ASSETS		382,233	307,792

Financial statements 1 January - 31 December

Balance sheet

Note	DKK'000	2022	2021
EQUITY AND LIABILITIES			
Equity			
10 Share capital		10,000	10,000
Retained earnings		137,520	137,520
Proposed dividend		17,498	17,491
Total equity		165,018	165,011
Provisions			
11 Deferred tax liabilities		8,112	8,620
Other provisions		2,200	0
13 Total provisions		10,312	8,620
Liabilities other than provisions			
12 Non-current liabilities other than provisions			
Payables to group entities		45,000	45,000
		45,000	45,000
Current liabilities other than provisions			
Trade payables		71,810	56,989
Payables to affiliated companies		61,282	1,250
Other current liabilities		28,811	30,922
		161,903	89,161
Total liabilities other than provisions		206,903	134,161
TOTAL EQUITY AND LIABILITIES		382,233	307,792

- 1 Accounting policies
- 2 Special items
- 14 Contractual obligations and contingencies, etc.
- 15 Related parties
- 16 Fee to the auditors appointed by the Company in general meeting
- 17 Appropriation of profit

Financial statements 1 January - 31 December**Statement of changes in equity**

Note	DKK'000	Share capital	Retained earnings	Proposed dividend	Total
	Equity at 1 January 2022	10,000	137,520	17,491	165,011
17	Transfer, see "Appropriation of profit"	0	0	17,498	17,498
	Dividend paid	0	0	-17,491	-17,491
	Equity at 31 December 2022	10,000	137,520	17,498	165,018

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of A/S Østbirk bygningsindustri for 2022 is presented in accordance with the provisions of the Danish Financial Statements Act applying for class C (large) companies.

The Company is included in the consolidated financial statements for VKR Holding A/S, Hørsholm, CVR no. 30 83 04 15.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Omission of a cash flow statement

Pursuant to section 86 (4) of the Danish Financial Statements Act, the Company presents no cash flow statement. The Company's cash flows are included in the cash flow statement in the consolidated financial statements of VKR Holding A/S.

Reporting currency

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

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 and 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 most recent financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

The Company has chosen IAS 11/IAS 18 as interpretation for revenue recognition.

Income from the sale of goods, is recognised in revenue when the most significant rewards and risks have been transferred to the buyer and provided the income can be measured reliably and payment is expected to be received.

Income from the rendering of services is recognised as revenue as the services are rendered. Accordingly, revenue corresponds to the market value of the services rendered during the year (percentage-of-completion method).

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

Other operating income

Other operating income and costs comprise items of a secondary nature relative to the Company's core activities, including gains and losses on the sale of fixed assets.

Cost of sales

Cost of goods includes the cost of goods used in generating the year's revenue.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Other external expenses

Other external expenses comprise the year's expenses relating to the Company's core activities, including distribution costs and costs relating to sale, advertising, administration, premises, bad debts losses, operating leases, etc.

Employee costs

Employee costs include wages and salaries and pension to the Company's employees, as well as other social security contributions, etc.

Amortisation/ depreciation

Amortisation and depreciation is provided on a straight line basis over the expected useful life.

The expected useful lives of the assets are as follows:

Software	3-5 years
Land and buildings	30-40 years
Plant and machinery	5-10 years
Other fixtures and fittings, tools and equipment	3-5 years

Depreciation is calculated taking into account any residual value after useful life and impairment losses. The depreciation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the carrying amount, depreciation is discontinued.

Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Financial items include interest income and expenses, financing costs of finance leases, realised and unrealised gains and losses on securities, debt and transactions in foreign currencies, etc.

Tax

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

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

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

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Balance sheet

Intangible assets

Other intangible assets include other acquired intangible rights, including software licences.

Other intangible assets are measured at cost less accumulated amortisation and impairment losses.

Gains and losses on sale of intangible assets are recognised in the income statement as "Other operating income" or "Other operating expenses", respectively.

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Gains and losses on sale or disposals of property, plant and equipment are recognised in the income statement as other operating income or other operating expenses.

Leases

The Company has chosen IAS 17 as interpretation for classification and recognition of leases.

On initial recognition, leases for assets that transfer substantially all the risks and rewards incident to the ownership to the Company (finance leases) are measured in the balance sheet at the lower of fair value and the present value of the future lease payments. In calculating the net present value, the interest rate implicit in the lease or the incremental borrowing rate is used as the discount factor. Assets held under finance leases are subsequently accounted for in the same way as the Company's other assets.

The capitalised residual lease liability is recognised in the balance sheet as a liability, and the interest element of the lease payment is recognised in the income statement over the term of the lease.

Leases that do not transfer substantially all the risks and rewards incident to the ownership to the Company are classified as operating leases. Payments relating to operating leases and any other rent agreements are recognised in the income statement over the term of the lease. The Company's aggregate liabilities relating to operating leases and other rent agreements are disclosed under "Contingent liabilities".

Impairment of fixed assets

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

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

The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

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

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Inventories

Inventories are recognised at cost in accordance with the FIFO method. If the net realisable value is lower than cost, inventories are written down to this lower value. The cost price for goods for resale and raw materials and consumables comprises the purchase price plus delivery costs. The cost price for manufactured goods and work in progress comprises direct and indirect production overheads.

Indirect production overheads include the indirect cost of material and labour as well as maintenance and depreciation of production machinery, buildings and equipment and expenses relating to plant administration and management. Borrowing costs are not recognised in the sales price.

Receivables

Receivables are measured at amortised cost.

The Company has chosen IAS 39 as interpretation for impairment of financial receivables.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows.

Prepayments

Prepayments relate to goods and services not yet received and expenses incurred for goods and services, which will not to be used until the subsequent financial year.

Cash

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

Given the nature of the VKR Group's cash pool arrangement, cash pool balances are not considered cash, but are recognised under "Receivables from affiliated companies".

Equity

Proposed dividends

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

Provisions

Other provisions comprise anticipated costs related to restructurings, etc.

Provisions are measured at net realisable value or at fair value if the obligation is expected to be settled far into the future.

Restructuring provisions comprise severance pay to employees, losses incurred due to the termination of contracts, etc. following Management's decision to restructure the Company.

Restructuring provisions are recognised when it has been decided to restructure the Company and the restructuring process has been initiated.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Income taxes

Current joint taxation contribution payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured by the balance sheet liability method of all temporary differences between the accounting and taxable value of assets and liabilities.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation. That will be either by elimination in tax on future earnings or against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of tax rules and at rates in the respective countries at the balance sheet date when the deferred tax is expected to become current tax. Changes in deferred tax due to changes in tax rates are recognised in the income statement except for items recognised directly in equity.

Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

Financial ratios

The financial ratios stated under "Financial highlights" have been calculated as follows:

$$\text{Equity ratio} = \frac{\text{Equity, year-end} \times 100}{\text{Total equity and liabilities, year-end}}$$

$$\text{EBIT-margin} = \frac{\text{EBIT} \times 100}{\text{Revenue}}$$

$$\text{Return on invested capital} = \frac{\text{EBIT} \times 100}{\text{Average invested capital}}$$

Invested capital:

Intangible assets + property, plant and equipment + other receivables + working capital

Financial statements 1 January - 31 December

Notes to the financial statements

2 Special items

Special items include significant amounts of non-recurring items which, in the management's opinion, are not part of the Company's primary operations.

Special items for the year are specified below. The specification discloses where the items are recognized in the income statement.

DKK'000	2022	2021
Income		
Profit from sale of buildings	154,180	0
	154,180	0

Special items are recognised in the below items of the financial statements

Included in the income statement under "Other operating income"	154,180	0
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Net profit on special items

3 Segment information

The Company has not disclosed a breakdown of revenue as there is only one geographical and one business segment.

DKK'000	2022	2021
4 Employee costs		
Wages/salaries	200,976	171,269
Pensions	15,609	13,511
Other social security costs	6,637	5,171
	223,222	189,951
Average number of full-time employees	472	409

Remuneration to members of Management:

Executive Board	1,058	1,855
Board of Directors	40	40
	1,098	1,895

5 Financial expenses

Included interest expenses from affiliated companies	1,331	1,007
Other financial expenses	36	138
	1,367	1,145

6 Tax

Estimated tax charge for the year	4,989	4,343
Deferred tax adjustments in the year	-508	578
Tax adjustments, prior years	-138	-45
	4,343	4,876

Financial statements 1 January - 31 December

Notes to the financial statements

7 Intangible assets

DKK'000	Software
Cost at 1 January 2022	1,031
Cost at 31 December 2022	1,031
Impairment losses and amortisation at 1 January 2022	734
Amortisation	159
Impairment losses and amortisation at 31 December 2022	893
Carrying amount at 31 December 2022	138

8 Property, plant and equipment

DKK'000	Land and buildings	Plant and machinery	Other fixtures and fittings, tools and equipment	Prepayments and assets under construction	Total
Cost at 1 January 2022	112,627	480,374	10,444	39,852	643,297
Additions	37,895	4,673	2,708	86,326	131,602
Disposals	-112,556	-4,460	-2,117	0	-119,133
Transferred	11,016	24,966	804	-36,786	0
Cost at 31 December 2022	48,982	505,553	11,839	89,392	655,766
Impairment losses and depreciation at 1 January 2022	95,763	367,189	7,957	0	470,909
Depreciation	2,010	27,316	1,376	0	30,702
Disposals	-87,819	-4,041	-2,117	0	-93,977
Impairment losses and depreciation at 31 December 2022	9,954	390,464	7,216	0	407,634
Carrying amount at 31 December 2022	39,028	115,089	4,623	89,392	248,132

9 Prepayments

Prepayments comprise prepaid costs regarding rent, insurance premiums, marketing and subscriptions.

10 Share capital

31 December 2022, the share capital comprises 10,000 shares of DKK 1,000 each. The share capital has not been changed during the past five years.

DKK'000	2022	2021
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11 Deferred tax

Deferred tax at 1 January	8,620	8,042
Deferred tax adjustments for the year recognised in the income statement	-508	578
Deferred tax at 31 December	8,112	8,620

Financial statements 1 January - 31 December

Notes to the financial statements

12 Non-current liabilities other than provisions

DKK'000	Total debt at 31/12 2022	Repayment, next year	Long-term portion	Outstanding debt after 5 years
Payables to group entities	45,000	0	45,000	0
	<u>45,000</u>	<u>0</u>	<u>45,000</u>	<u>0</u>

13 Provisions

Other provisions comprise provisions for restructuring provisions, totalling DKK 2.200 thousands. The commitment is expected to be settled in the coming financial year.

14 Contingent liabilities and other contractual obligations

Contractual obligations

The Company has entered into rent and lease agreements with total contractual cash flows of DKK 15.700 thousands, that falls due within 5 years (2021: DKK 158.800 thousands).

Contractual obligations against affiliated companies

The Company is jointly taxed with other Danish companies in the VKR Group. The Company has unlimited joint and several liabilities with the other jointly Danish taxed companies for company taxes, interest thereon etc. and for Danish tax withheld at source for dividend, interest and royalties within the joint taxation group.

15 Related parties

Related party transactions

Transactions between the Company and its related parties are settled on an arm's length basis. Pursuant to section 98c of the Danish Financial Statements Act, the Company has chosen to disclose transactions not conducted on an arm's length basis. The Company has not had any of this type of transactions during the year.

Significant influence and information about consolidated financial statements.

VKR Holding A/S ultimately exercise a controlling interest in the Company. The ultimate parent company, VKR Holding A/S, Breeltevej 18, 2970 Hørsholm, prepares the consolidated financial statements for the VKR group in which the Company is included as a subsidiary. The consolidated financial statements can be found at www.vkr-holding.com/vkr/annual-report/?lang=en.

16 Fee to the auditors appointed by the Company in general meeting

Pursuant to section 96 (3) of the Danish Financial Statements Act, the fee to auditors is disclosed only in the consolidated financial statements of the parent company, VKR Holding A/S.

DKK'000	2022	2021
17 Appropriation of profit		
Recommended appropriation of profit		
Proposed dividend	17,498	17,491
	<u>17,498</u>	<u>17,491</u>

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Casper Søe Pedersen

CEO

På vegne af: A/S Østbirk Bygningsindustri
Serienummer: b6b3acf-050e-41da-aee5-c542291142ba
IP: 212.130.xxx.xxx
2023-04-12 06:46:13 UTC



Claus Huus Skov Christensen

Vice chairman

På vegne af: A/S Østbirk Bygningsindustri
Serienummer: 0967c608-fdcc-481b-8ed5-cc5cdf292b39
IP: 195.215.xxx.xxx
2023-04-12 07:02:50 UTC



Jimmy Bendorf Laursen

Employee representative

På vegne af: A/S Østbirk Bygningsindustri
Serienummer: PID:9208-2002-2-063865384574
IP: 87.53.xxx.xxx
2023-04-12 07:12:26 UTC



Kristian Ekknud Justesen

A/S ØSTBIRK BYGNINGSINDUSTRI CVR: 45557219

Chair

På vegne af: A/S Østbirk Bygningsindustri
Serienummer: 4300efaf-e6c4-4289-920d-c14ed06d7749
IP: 87.51.xxx.xxx
2023-04-12 06:48:40 UTC



Malene Hjort

Board of Directors

På vegne af: A/S Østbirk Bygningsindustri
Serienummer: 0c9a5e25-864d-4a6f-9d97-6bbd33f888c9
IP: 87.54.xxx.xxx
2023-04-12 07:05:59 UTC



Navnet er skjult

Employee representative

På vegne af: A/S Østbirk Bygningsindustri
Serienummer: 9937bec5-41f3-414b-93b7-76ec35b52f19
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"Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument."

Henrik Carstensen

State Authorised Public Accountant

På vegne af: EY Godkendt Revisionspartnerselskab

Serienummer: CVR:30700228-RID:91438272

IP: 77.213.xxx.xxx

2023-04-12 08:48:15 UTC

NEM ID 

Morten Oestergaard Koch

State Authorised Public Accountant

På vegne af: EY Godkendt Revisionspartnerselskab

Serienummer: CVR:30700228-RID:32977604

IP: 194.182.xxx.xxx

2023-04-12 09:18:20 UTC

NEM ID 

Teodora Anda Grosu

Chair of the meeting

På vegne af: A/S Østbirk Bygningsindustri

Serienummer: 69b6a0bf-81c1-4f88-904a-baa81d8bd1bd

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