
Brifa Maling A/S

c/o Hempel A/S, Lundtoftegårdsvej 91, DK-2800 Kongens
Lyngby

Annual Report for 2022

CVR No. 89 70 01 16

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 14/7 2023

Tanja Kobbernagel
Chairman of the
general meeting



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Management's statement

The Executive Board and Board of Directors have today considered and adopted the Financial Statements of Brifa Maling A/S 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 at 31 December 2022 of the Company and of the results of the Company operations for 2022.

In our opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

We recommend that the Financial Statements be adopted at the Annual General Meeting.

Kongens Lyngby, 14 July 2023

Executive Board

Jan Wilhelm Ostendorf
Manager

Board of Directors

Jens Wido Ostendorf
Chairman

Klaus Greven Kristensen

Jan Wilhelm Ostendorf

Independent Practitioner's Extended Review Report

To the shareholder of Brifa Maling A/S

Conclusion

We have performed an extended review of the Financial Statements of Brifa Maling A/S for the financial year 1 January - 31 December 2022, which comprise 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 the work performed, 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 Conclusion

We conducted our extended review in accordance with the Danish Business Authority's Assurance Standard for Small Enterprises and FSR – Danish Auditors' standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Practitioner's responsibilities for the extended review 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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 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.

Independent Practitioner's Extended Review Report

Practitioner'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 in respect of our conclusion on the Financial Statements and, moreover, that we perform supplementary procedures specifically required to obtain additional assurance in respect of our conclusion.

An extended review consists of making inquiries, primarily of Management and others within the enterprise, as appropriate, and applying analytical procedures and the supplementary procedures specifically required as well as assessing the evidence obtained.

An extended review is less in scope than an audit and, consequently, we do not express an audit opinion on the Financial Statements.

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 extended review 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 extended review, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under 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.

Hellerup, 14 July 2023

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Kristian Pedersen
State Authorised Public Accountant
mne35412

André Nielsen
State Authorised Public Accountant
mne46624

Company information

The Company	Brifa Maling A/S c/o Hempel A/S Lundtoftegårdsvej 91 DK-2800 Kongens Lyngby Telephone: 55 36 09 72 CVR No: 89 70 01 16 Financial period: 1 January - 31 December Incorporated: 1 October 1979 Financial year: 43th financial year Municipality of reg. office: Lyngby-Taarbæk
Board of Directors	Jens Wido Ostendorf, chairman Klaus Greven Kristensen Jan Wilhelm Ostendorf
Executive Board	Jan Wilhelm Ostendorf
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup

Management's review

Key activities

The company's main activity consists of trading of paint and related goods.

Development in the year

The income statement of the Company for 2022 shows a profit of DKK 1,241,518, and at 31 December 2022 the balance sheet of the Company shows positive equity of DKK 27,791,647.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Income statement 1 January - 31 December

	Note	2022 DKK	2021 DKK
Gross profit		1,376,442	2,493,816
Staff expenses	1	-5,000	-1,340
Depreciation and impairment losses of property, plant and equipment		-5,100	-401,878
Profit/loss before financial income and expenses		1,366,342	2,090,598
Financial income	2	227,542	208,536
Financial expenses	3	-115,792	-132,461
Profit/loss before tax		1,478,092	2,166,673
Tax on profit/loss for the year	4	-236,574	-604,994
Net profit/loss for the year		1,241,518	1,561,679

Distribution of profit

	2022 DKK	2021 DKK
Proposed distribution of profit		
Retained earnings	1,241,518	1,561,679
	1,241,518	1,561,679

Balance sheet 31 December

Assets

	Note	2022 DKK	2021 DKK
Other fixtures and fittings, tools and equipment		0	5,099
Property, plant and equipment		0	5,099
Fixed assets		0	5,099
Trade receivables		4,359,075	2,557,586
Receivables from group enterprises		30,213,481	33,757,663
Other receivables		64,323	5,000
Prepayments		3,239	16,348
Receivables		34,640,118	36,336,597
Cash at bank and in hand		4,468,847	156,689
Current assets		39,108,965	36,493,286
Assets		39,108,965	36,498,385

Balance sheet 31 December

Liabilities and equity

	Note	2022	2021
		DKK	DKK
Share capital		11,200,000	11,200,000
Retained earnings		16,591,647	15,350,129
Equity		27,791,647	26,550,129
Trade payables		2,831,009	997,256
Payables to group enterprises		4,891,143	4,473,750
Corporation tax		238,206	604,994
Payables to group enterprises relating to corporation tax		656,981	500,006
Other payables		2,699,979	3,372,250
Short-term debt		11,317,318	9,948,256
Debt		11,317,318	9,948,256
Liabilities and equity		39,108,965	36,498,385

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Statement of changes in equity

	Share capital	Retained earnings	Total
	DKK	DKK	DKK
Equity at 1 January	11,200,000	15,350,129	26,550,129
Net profit/loss for the year	0	1,241,518	1,241,518
Equity at 31 December	11,200,000	16,591,647	27,791,647

Notes to the Financial Statements

	2022	2021
	DKK	DKK
1. Staff Expenses		
Wages and salaries	5,000	0
Pensions	0	650
Other social security expenses	0	690
	<u>5,000</u>	<u>1,340</u>
 Average number of employees	 <u>0</u>	 <u>0</u>

	2022	2021
	DKK	DKK
2. Financial income		
Interest received from group enterprises	195,491	193,323
Exchange gains	32,051	15,213
	<u>227,542</u>	<u>208,536</u>

	2022	2021
	DKK	DKK
3. Financial expenses		
Other financial expenses	48,511	65,061
Exchange loss	67,281	67,400
	<u>115,792</u>	<u>132,461</u>

	2022	2021
	DKK	DKK
4. Income tax expense		
Current tax for the year	236,574	480,000
Adjustment of tax concerning previous years	0	124,994
	<u>236,574</u>	<u>604,994</u>

Notes to the Financial Statements

2022	2021
DKK	DKK

5. Contingent assets, liabilities and other financial obligations

Rental and lease obligations

Lease obligations under operating leases. Total future lease payments:

Within 1 year	0	22,375
	<u>0</u>	<u>22,375</u>

Other contingent liabilities

The Danish group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable is disclosed in the Annual Report of Hempel Invest A/S, which is the management company of the joint taxation purposes. Moreover, the Danish group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

A mortgage ban regarding receivables from the sale of goods and services has been registered with the company.

6. Related parties and disclosure of consolidated financial statements

Consolidated Financial Statements

The Company is included in the Group Annual Report of J.W. Ostendorf GmbH & CO KG.

Name	Place of registered office
J.W. Ostendorf GmbH & CO. KG	Rottkamp 2, DE-48 653 Coesfeld

Notes to the Financial Statements

7. Accounting policies

The Annual Report of Brifa Maling A/S for 2022 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2022 are presented in DKK.

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, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been 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.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Income statement

Net sales

Revenue from the sale of goods for resale and finished goods is recognised in the income statement when the sale is considered effected based on the following criteria:

- delivery has been made before year end;
- a binding sales agreement has been made;
- the sales price has been determined; and
- payment has been received or may with reasonable certainty be expected to be received.

Revenue is measured at the consideration received and is recognised exclusive of VAT and net of discounts relating to sales.

Notes to the Financial Statements

Expenses for raw materials and consumables

Expenses for raw materials and consumables comprise the consumables consumed to achieve revenue for the year.

Other external expenses

Other external expenses comprise indirect production costs and expenses for premises, sales and distribution as well as office expenses, etc.

Gross profit

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

Staff expenses

Staff expenses comprise wages and salaries as well as payroll expenses.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise depreciation and impairment of property, plant and equipment.

Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Company, including gains and losses on the sale of property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

Balance sheet

Property, plant and equipment

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

Cost comprises the cost of acquisition and expenses directly related to the acquisition up until the time when the asset is ready for use.

Depreciation based on cost reduced by any residual value is calculated on a straight-line basis over the expected useful lives of the assets, which are:

Other fixtures and fittings, tools and equipment	3-8 years
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The fixed assets' residual values are determined at nil.

Notes to the Financial Statements

Depreciation period and residual value are reassessed annually.

Impairment of fixed assets

The carrying amounts of property, plant and equipment and investments are reviewed on an annual basis to determine whether there is any indication of impairment other than that expressed by depreciation.

If so, the asset is written down to its lower recoverable amount.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Prepayments

Prepayments comprise prepaid expenses concerning subscriptions.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts

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