
Glatfelter Holding (Denmark) *A/S*

c/o Accura Advokatpartnerselskab, Alexandriagade 8, DK-2150 Nordhavn

Annual Report for 2024

CVR No. 28 15 69 60

The Annual Report was presented and adopted at the Annual General Meeting of the company on 16/7 2025

Peter Straub
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 Annual Report of Glatfelter Holding (Denmark) A/S for the financial year 1 January - 31 December 2024.

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 2024 of the Company and of the results of the Company operations for 2024.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 16 July 2025

Executive Board

Peter Straub

Board of Directors

Jill Louise Urey
Chairman

Peter Straub

Achim Schalk

Independent Auditor's report

To the shareholder of Glatfelter Holding (Denmark) A/S

Adverse Opinion

Adverse opinion on the Consolidated Financial Statements

As described in the section “Basis for adverse opinion on the Consolidated Financial Statements” the Company has not prepared Consolidated Financial Statements.

In our opinion, the missing Consolidated Financial Statements do not give a true and fair view of the financial position of the Group at 31 December 2024 and of the result of the Group's operations and cash flows for the financial year 1 January – 31 December 2024 in accordance with the Danish Financial Statements Act.

Opinion on the Parent Company Financial Statements

In our opinion, the Parent Company Financial Statements give a true and fair view of the financial position of the Parent Company at 31 December 2024 and of the results of the Parent Company's operations for the financial year 1 January - 31 December 2024 in accordance with the Danish Financial Statements Act.

We have audited the Parent Company Financial Statements of Glatfelter Holding (Denmark) A/S for the financial year 1 January - 31 December 2024, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies (“the Parent Company Financial Statements”).

Basis for Adverse Opinion

Glatfelter Holding (Denmark) A/S is the Parent Company for the Companies Glatfelter Denmark A/S, Glatfelter Industries (France) SAS, Glatfelter Sontara Switzerland AG, Glatfelter Sontara Asturias S.A.U., Glatfelter Mexico SA de C.V., Glatfelter Sontara Japan KG, Glatfelter Sontara Argentina S.R.L., Glatfelter Sontara Nonwovens Co., Ltd. and Glatfelter Sontara Korea Co. Ltd. Management has not prepared Consolidated Financial Statements which in our view is not in accordance with the Danish Financial Statements Act.

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 Consolidated Financial Statements and the Parent Company 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 adverse opinion.

Management's responsibilities for the Consolidated Financial Statements and the Parent Company Financial Statements

Management is responsible for the preparation of Consolidated Financial Statements and Parent Company 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 Consolidated Financial Statements and Parent Company Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated Financial Statements and Parent Company 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 Consolidated Financial Statements and Parent Company 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 Consolidated Financial Statements and the Parent Company Financial Statements

Independent Auditor's report

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements and the Parent Company 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 Consolidated Financial Statements and Parent Company 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 Consolidated Financial Statements and Parent 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.
- 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 Consolidated Financial Statements and Parent Company 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 Consolidated Financial Statements and Parent Company 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 Consolidated Financial Statements and the Parent Company Financial Statements, including the disclosures, and whether the Consolidated Financial Statements and Parent Company 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.

Hellerup, 16 July 2025

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Jakob Thisted Binder

State Authorised Public Accountant

mne42816



Company information

The Company	Glatfelter Holding (Denmark) A/S c/o Accura Advokatpartnerselskab Alexandriagade 8 DK-2150 Nordhavn CVR No: 28 15 69 60 Financial period: 1 January - 31 December Municipality of reg. office: Copenhagen
Board of Directors	Jill Louise Urey, chairman Peter Straub Achim Schalk
Executive Board	Peter Straub
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup

Income statement 1 January - 31 December

	Note	2024	2023
		TDKK	TDKK
Other external expenses		-1,248	-1,043
Gross loss		-1,248	-1,043
Financial income	5	5,058	15,172
Financial expenses	6	-11,844	-3,979
Profit/loss before tax		-8,034	10,150
Tax on profit/loss for the year	7	-306	-2,231
Net profit/loss for the year		-8,340	7,919

Distribution of profit

	2024	2023
	TDKK	TDKK
Proposed distribution of profit		
Retained earnings	-8,340	7,919
	-8,340	7,919

Balance sheet 31 December

Assets

	Note	2024	2023
		TDKK	TDKK
Investments in subsidiaries	8	176,995	118,691
Receivables from group enterprises		75,542	144,090
Fixed asset investments		252,537	262,781
Fixed assets		252,537	262,781
Other receivables		36	36
Receivables		36	36
Cash at bank and in hand		349	82
Current assets		385	118
Assets		252,922	262,899

Balance sheet 31 December

Liabilities and equity

	Note	2024	2023
		TDKK	TDKK
Share capital		1,000	1,000
Retained earnings		164,202	172,542
Equity		165,202	173,542
Payables to group enterprises		85,049	86,588
Long-term debt	9	85,049	86,588
Trade payables		0	364
Payables to group enterprises relating to corporation tax		2,537	2,231
Other payables		134	174
Short-term debt		2,671	2,769
Debt		87,720	89,357
Liabilities and equity		252,922	262,899
Uncertainty relating to recognition and measurement	1		
Unusual conditions	2		
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Statement of changes in equity

	Share capital	Retained earnings	Total
	TDKK	TDKK	TDKK
Equity at 1 January 2024	1,000	172,542	173,542
Net profit/loss for the year	0	-8,340	-8,340
Equity at 31 December 2024	1,000	164,202	165,202

	Share capital	Retained earnings	Total
	TDKK	TDKK	TDKK
Equity at 1 January 2023	1,000	164,623	165,623
Net profit/loss for the year	0	7,919	7,919
Equity at 31 December 2023	1,000	172,542	173,542

Notes to the Financial Statements

1. Uncertainty relating to recognition and measurement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year are addressed below.

Impairment test – Investments in subsidiaries

The value of the investments in subsidiaries require assessments, estimates and assumptions about future events. The estimates and assumptions made are based upon historical experience and other factors that management deems reasonable under the circumstances, but which are inherently uncertain and unpredictable. As a result of the risk and uncertainties to which the company is subject, actual outcomes may differ from the estimates made.

For the company, the measurement of the investments value could be significantly affected by significant changes in estimates and assumptions or due to new knowledge or subsequent events.

In 2024 an impairment test has been prepared on the investment in Glatfelter Denmark A/S. The only activity in Glatfelter Denmark A/S is the ownership of Glatfelter Industries (France) SAS, which has been subject to impairment considerations as well. Based on this the valuation of Glatfelter Denmark A/S is based on the booked value of equity.

Notes to the Financial Statements

2. Unusual conditions

Glatfelter Holding (Denmark) A/S is the Parent Company in the Glatfelter Group and have significant subsidiaries around the world. The Company has in the last financial years used the exemption in the Danish Financial Statements Act section 112 of not to prepare Consolidated Financial Statements and instead referred to the Consolidated Financial Statements of Glatfelter Corporation (now “Magna Corporation”) which has been filed to the Danish Business Authorities together with the Parent Company Financial Statements of Glatfelter Holding (Denmark) A/S.

In November 2024 Glatfelter Corporation entered into a merger with Berry Global Group Inc. resulting in Magnera Corporation being incorporated as the new ultimate Parent Company for the Glatfelter Group. Magnera Corporation is listed on the New York Stock Exchange and has the first financial year ending 30 September 2025. Glatfelter Holding (Denmark) A/S will going forward align the financial year with the ultimate parent again, but due the limitation in the Danish Financial Statements Act. that a transition financial year cannot be longer than 18 months the alignment will first happen from financial year 2025 with a shorten transition financial year going from 1 January – 30 September 2025.

As part of the merger Glatfelter Corporation used an exemption in accordance with the SEC rules and no Consolidated Financial Statements will be prepared for financial year 2024. The last filed consolidated reports for Glatfelter Corporation are the unaudited Q3 2024 statements.

At the time of finalizing the Annual Report for 2024 for Glatfelter Holding (Denmark) A/S, it has not been possible to prepare Consolidated Financial Statements, because the needed input to prepare this are still not available.

Based on the above, and due to the fact that this will be a one-time issue which are only applicable for the financial year 2024 and the Group going forward again will be able to use the exemption in accordance with the Danish Financial Statements Act section 112 of not preparing Consolidated Financial Statements in Denmark, it is Management assessment that preparing Consolidated Financial Statements in the Company for 2024 will not increase value from an external user of the annual report.

Further, it is Management assessment, that the Consolidated Financial Statements, if prepared by the Company, would be subject to such significant uncertainty in relation to recognition and measurement that the value for an external user of the annual report would be very limited. Based on this, Management has decided only to prepare Parent Company Financial Statements for 2024.

3. Key activities

The Company's objects are to own shares in other undertakings and to undertake any other activity which the Board of Directors deems incidental to the attainment of these objects.

4. Special items

In 2024, an impairment loss (special item) of DKK 9,4 million has occurred related to the investment in the subsidiary Glatfelter Denmark A/S. For further information see note 1.

Notes to the Financial Statements

	<u>2024</u>	<u>2023</u>
	TDKK	TDKK
5. Financial income		
Interest from group enterprises	4,886	13,333
Exchange adjustments	172	1,839
	<u>5,058</u>	<u>15,172</u>

	<u>2024</u>	<u>2023</u>
	TDKK	TDKK
6. Financial expenses		
Interest to group enterprises	2,205	2,216
Loss from write-off of subsidiaries	9,424	0
Exchange adjustments, expenses	215	1,763
	<u>11,844</u>	<u>3,979</u>

Interest relates to loans received and payables measured at amortised cost.

	<u>2024</u>	<u>2023</u>
	TDKK	TDKK
7. Income tax expense		
Current tax for the year	306	2,231
	<u>306</u>	<u>2,231</u>

Notes to the Financial Statements

	2024	2023
	TDKK	TDKK
8. Investments in subsidiaries		
Cost at 1 January	385,076	385,076
Cost at 31 December	385,076	385,076
Value adjustments at 1 January	-266,385	-266,385
Impairment losses for the year	-9,424	0
Other equity movements, net	67,728	0
Value adjustments at 31 December	-208,081	-266,385
Carrying amount at 31 December	176,995	118,691

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Ownership	Equity	Net profit/loss for the year
Glatfelter Denmark A/S	Denmark	DKK 32,512	100%	55,626	-2,679
Glatfelter Sontara Switzerland AG	Switzerland	CHF 100	100%	104,775	12,680
Glatfelter Sontara Asturias S.A.U	Spain	EUR 1,000	100%	41,295	-7,905
Glatfelter Mexico SA de C.V.	Mexico	MXN 1,501	99%	4,995	-472
Glatfelter Sontara Japan GK	Japan	JPY 10,000	100%	11,236	1,346
Glatfelter Sontara Argentina S.R.L.	Argentina	ARS 8,393	99,88%	1,777	-42
Glatfelter Sontara Nonwovens Co., Ltd	Shanghai	CNY 1,000	100%	7,981	-195
Glatfelter Sontara Korea Co. Ltd.	Korea	KRW 100,000	100%	922	52
				228,607	2,785

Notes to the Financial Statements

2024	2023
TDKK	TDKK

9. Long-term debt

Payments due within 1 year are recognised in short-term debt. Other debt is recognised in long-term debt.

The debt falls due for payment as specified below:

Payables to group enterprises

After 5 years	0	0
Between 1 and 5 years	85,049	86,588
Long-term part	85,049	86,588
Within 1 year	0	0
	<u>85,049</u>	<u>86,588</u>

10. Related parties and disclosure of consolidated financial statements

Consolidated Financial Statements

The Company is included in the consolidation of the ultimate Parent Company:

Name	Place of registered office
Glatfelter Corporation	4350 Congress Street, Suite 600, Charlotte, NC 28209, USA

Notes to the Financial Statements

11. Accounting policies

The Annual Report of Glatfelter Holding (Denmark) A/S for 2024 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The Financial Statements for 2024 are presented in TDKK.

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.

Segment information on revenue

Information on business segments is based on the Company's risks and returns and its internal financial reporting system. Business segments are regarded as the primary segments.

Income statement

Revenue

Revenue from the sale of goods is recognised when the risks and rewards relating to the goods sold have been transferred to the purchaser, the revenue can be measured reliably and it is probable that the economic benefits relating to the sale will flow to the Company.

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

Other external expenses

Administrative expenses comprise expenses for Management, administrative staff, office expenses etc. **Gross**

loss

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

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.

Notes to the Financial Statements

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.

The Company is jointly taxed with Glatfelter Denmark A/S. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Balance sheet

Investments in subsidiaries

Investments in subsidiaries are measured at cost. Where cost exceeds the recoverable amount, write-down is made to this lower value.

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.

Financial liabilities

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.

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