

**Sanovo Technology A/S**  
Datavej 3, DK-5220 Odense SØ

## Annual Report for 2024

CVR No 85 48 59 11

The Annual Report was presented and adopted at the Annual General Meeting of the Company on 23 May 2025

Thor Stadil  
Dirigent  
*Chairman*

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# Management's Statement on the Annual Report

The Board of Directors has today considered and adopted the Annual Report of Sanovo Technology 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 and the Consolidated Financial Statements give a true and fair view of the financial position at 31 December 2024 of the Company and the Group and of the results of the Company and Group operations and cash flows for 2024.

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

Odense, 23 May 2025

## Executive Director

Michael Strange Midskov

## Board of directors

Thor Stadil  
Chairman

Christian Nicholas  
Rosenkrantz Stadil

Torben Rosenkrantz-Theil

# Independent Auditor's Report

## To the shareholders of Sanovo Technology

### Opinion

We have audited the consolidated financial statements and the parent financial statements of Sanovo Technology A/S for the financial year 1 January – 31 December 2024, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as the Parent, and the consolidated cash flow statement. The consolidated financial statements and the parent financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31 December 2024 and of the results of their operations and the consolidated cash flows for the financial year 1 January – 31 December 2024 in accordance with the Danish Financial Statements Act.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 financial statements" section of this auditor's report. We are independent of the Group 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 responsibilities for the consolidated financial statements and the parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and the parent financial statements, Management is responsible for assessing the Group's and the Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the consolidated financial statements and the parent financial statements 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 audit of the consolidated financial statements and the parent financial statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements and the parent 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 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 the parent 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 Group's and the Entity'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 the parent 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 Group's and the Entity'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 consol-

idated financial statements and the parent 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 Group and the Entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements and the parent financial statements, including the disclosures in the notes, and whether the consolidated financial statements and the parent financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the consolidated financial statements and the parent financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

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 commentary**

Management is responsible for the management commentary.

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

In connection with our audit of the consolidated financial statements and the parent financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the consolidated financial statements and the parent financial statements or our knowledge obtained in the audit 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 the consolidated financial statements and the parent 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.

Odense, 23 May 2025

**Deloitte**

Statsautoriseret Revisionspart-  
nerselskab CVR No. 33963556

**Gert Rasmussen**

State Authorised Public Accountant  
Identification No (MNE) mne35430

**Abdul Wahab Ashraf**

State Authorised Public Accountant  
Identification No (MNE) mne46664

## Company Information

### The Company

Sanovo Technology A/S  
Datavej 3  
DK-5220 Odense SØ

CVR No: 85 48 59 11  
Financial period: 1 January - 31 December  
Municipality of reg. office: Odense

### Board of Directors

Thor Stadil, chairman  
Christian Nicholas Rosenkrantz Stadil  
Torben Rosenkrantz-Theil

### Executive Director

Michael Strange Midskov

### Auditors

Deloitte  
Statsautoriseret Revisionspartnerselskab  
Tværkajen 5  
5100 Odense C

### Consolidated financial statements

The company is included in the group annual report of the Parent Company Thornico Food & Food Technology Group A/S, Denmark (smallest group) and of Thornico Holding A/S, Denmark (largest group).



## Financial Highlights of the Group

	2024	2023	2022	2021	2020
	DKK '000	DKK '000	DKK '000	DKK '000	DKK '000
<b>Profit/loss</b>					
Revenue	1.576.391	1.530.145	1.111.135	1.043.111	861.752
Gross profit	597.318	553.278	407.275	400.435	338.986
EBITDA	215.481	192.707	120.969	115.603	98.327
Profit/loss before financial income and expenses (EBIT)	153.427	140.427	66.406	62.474	62.094
Net financials	-6.427	5.750	-5.257	-4.915	-11.652
Net profit/loss for the year	105.799	100.481	41.565	41.185	21.955
<b>Balance sheet</b>					
Balance sheet total	1.230.953	1.073.773	903.417	789.668	699.815
Equity	450.960	382.146	316.883	268.782	215.872
Investment in property, plant and equipment, including new subsidiaries	54.863	49.471	47.796	40.548	24.730
<b>Number of employees</b>	656	592	565	558	413
<b>Ratios</b>					
Gross margin	37,9%	36,2%	36,7%	38,4%	39,3%
Profit margin	9,7%	9,1%	6,0%	6,0%	7,2%
Return on assets	12,5%	13,1%	7,4%	7,9%	8,9%
Solvency ratio	36,6%	35,6%	35,1%	34,0%	30,8%
Return on equity	23,5%	26,3%	13,1%	15,3%	10,2%

*The ratios have been prepared in accordance with the recommendations and guidelines issued by the Danish Society of Financial Analysts. For definitions, see under accounting policies.*

# Management Commentary

## Main activities

The Group's activities comprise of production and development of machines and products for egg-handling and proteinhandling in the food- and pharma industry into the global markets, primarily via wholly owned subsidiaries.

## Development in activities and finance

The Annual Report for the Group shows consolidated sales of DKK 1.576m. Consolidated EBIT is DKK 153m compared to DKK 140m in 2023. The result was slightly higher than expected going into 2024.

The sale of graders once again reached a record level. The sale of our new Vision Pro system, which can scan the eggs without physical contact has started and has been welcomed by the market. In 2024 we have opened our newly renovated factory in Aalten in the Netherlands and the site is now ready to continue the growth and demand for high quality graders all over the world in the coming years.

Despite the high degree of uncertainty due to the geopolitical situation with the continuing war in Ukraine and Gaza, we managed to increase the revenue and maintain the result. This is very satisfactory.

The company still has ceased all activities in Russia and Belarus and continue to do so for the foreseeable time.

## The past year and follow-up on development expectations from last year

At the date of the Annual Report for 2023 Management expected turnover and EBIT for 2024 to decrease in the lower single digit measured in %. Due to increasing demands in the industry and high egg prices turnover increased 3 % and EBIT was slightly above 2023.

## Expected development

We expect a satisfactory result for 2025. The company has budgeted the turnover to increase around 5 % compared to 2024 and improve the result with more than 10 %. Considering the backlog of orders currently, this should be available. The current situation with USA considering tariffs on goods from Europe is a risk, but it is difficult to predict and measure the risks and consequences.

## **Particular risks**

### *Currency and interest risks*

Due to the global nature of all activities in the Group, the Group is exposed to currency transaction risks and currency exchange risks.

From time to time the currency risk is hedged. As of 31/12 2024 there are no forward currency contracts.

Currency risks are mainly associated with the translation into DKK of earnings and net assets in foreign subsidiaries. But especially the development of USD/EUR rate is of importance for the Group having a large net inflow of USD.

### *Capital resources*

Via its positive earnings and development, the Group has sufficient capital resources available for new investments and growth.

### *Business risks*

The group is one of the leading global suppliers of machinery to the egg-based food and pharma industry and the company is therefore very dependent on continuous development of innovative machines/products.

The company's result is influenced by the customers earning and financing ability, as the company's product portfolio mainly consist of products that are considered a material investment for the customer.

As a global leading company within the egg handling and egg processing industry, there is an indirect dependency to the development of the international market for eggs and egg products, hereunder also the development in global egg prices.

The company is exposed to fluctuations in foreign exchange rates and interest levels. The exchange rate risk may from time to time be mitigated through forward currency contracts. Credit risk related to financial assets are equivalent to the values in the balance sheet. There are no material risks related to individual customers or partners. A substantial prepayment or guarantee is always required before larger projects are initiated. The payment terms hereafter agreed based on the completion and delivery of the project.

The general funding and cash management is centralized within the parent company to the extent this is beneficial. In general, the credit line is short term.

The group operating on the global market is always subject to geopolitical and political risks, also natural disaster and pandemic are significant risks.

## **Research and development**

The Group incurs material expenses for both research and development to create a basis for the future positive financial development. The Group places great importance in recruiting and retaining competent and highly specialised employees in order to maintain a leading position within all its business activities.

**Subsequent events**

No subsequent events that could affect the group's financial position has occurred after the financial year end.

**Data Ethics policy**

Reference is made to the following link to the Group's Data ethics policy:  
<https://cdn.sanovogroup.com/api/storage?filename=/media/media/iuhnmxph/data-ethics-policy.pdf>

**Report on Corporate Social Responsibility, cf. Section 99 a of the Danish Financial Statements Act**

Reference is made to the following link to Thornico A/S's, CVR: 15960205 consolidated CSR and ESG report (Company Karma report) at:  
<http://www.thornico.com/Company-Karma>

# Accounting Policies

## Basis of Preparation

The Annual Report of Sanovo Technology A/S for 2024 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to large enterprises of reporting class C.

The accounting policies remain unchanged and are in accordance with the accounting policies applied in previous years. The Parent Company and the consolidated Financial Statements for 2024 are presented in DKK.

## Recognition and measurement

The Annual Report has been prepared under the historical cost method.

Revenues are recognised in the income statement as earned including value adjustments of financial assets and liabilities. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised costs 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 Entity, 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 Entity, 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.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the maturity period. Amortised cost is calculated as original cost less any repayments and with addition/deduction of the cumulative amortisation of any difference between cost and the nominal amount. In this way, capital losses and gains are allocated over the maturity period.

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the Annual Report which confirm or invalidate affairs and conditions existing at the balance sheet date.

Danish kroner are used as the measurement currency. All other currencies are regarded as foreign currencies.

## **Basis of consolidation**

The Consolidated Financial Statements comprise the Parent Company, Sanovo Technology A/S, and subsidiaries in which the Parent Company directly or indirectly holds more than 50% of the votes or in which the Parent Company, through share ownership or otherwise, exercises control. Enterprises in which the Group holds between 20% and 50% of the votes and exercises significant influence but not control are classified as associates.

On consolidation, items of a uniform nature are combined. Elimination is made of intercompany income and expenses, shareholdings, dividends, and accounts as well as of realised and unrealised profits and losses on transactions between the consolidated enterprises.

The Parent Company's investments in the consolidated subsidiaries are set off against the Parent Company's share of the net asset value of subsidiaries stated at the time of consolidation.

On acquisition of subsidiaries, the difference between cost and net asset value of the enterprise acquired is determined at the date of acquisition after the individual assets and liabilities have been adjusted to fair value (the purchase method). Any remaining positive differences are recognised in intangible assets in the balance sheet as goodwill, which is amortised in the income statement on a straight-line basis over its estimated useful life. Any remaining negative differences are immediately recognised in the income statement.

Positive and negative differences from enterprises acquired may, due to changes to the recognition and measurement of net assets, be adjusted until the end of the financial year following the year of acquisition. These adjustments are also reflected in the value of goodwill or negative goodwill, including in amortisation already made.

In the consolidated financial statements amortisation of goodwill is allocated to the functions to which goodwill is related.

## **Minority interests**

Minority interests form part of the consolidated equity. In the proposed distribution of profit, the net profit or loss of the year is allocated to minority interests and to equity belonging to the parent company.

Minority interests are recognised on the basis of a remeasurement of acquired assets and liabilities to fair value at the time of acquisition of subsidiaries.

On subsequent changes to minority interests, where the Group retains a controlling interest in the subsidiary, the purchase price is recognised directly on equity.

## **Leases**

Leases in terms of which the Company assumes substantially all the risks and rewards of ownership (finance leases) are recognised in the balance sheet at the lower of the fair value of the leased asset and the net present value of the lease payments computed by applying the interest rate implicit in the lease or an approximated value as the discount rate. Assets acquired under finance leases are depreciated and written down for impairment under the same policy as determined for the other fixed assets of the Company. The remaining lease obligation is capitalised

and recognised in the balance sheet under debt, and the interest element on the lease payments is charged over the lease term to the income statement.

All other leases are considered operating leases. Payments made under operating leases are recognised in the income statement on a straight-line basis over the lease term.

### **Currency policies**

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Gains and losses 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.

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 transaction date rates are recognised in financial income and expenses in the income statement.

### **Derivative financial instruments**

Derivative financial instruments are initially recognized in the balance sheet at cost and are subsequently remeasured at their fair values. Positive and negative fair values of derivative financial instruments are classified as "Other receivables" and "Other payables", respectively.

Changes in the fair values of derivative financial instruments are recognized in the income statement unless the derivative financial instrument is designated and qualify as hedge accounting.

## **Income Statement**

### **Revenue**

Revenue from the sale of goods for resale and finished goods is recognized in the income statement when delivery and transfer of risk to the buyer have been made before year end.

Revenue is recognised exclusive of VAT and net of discounts relating to sales.

Segment information is given on the basis of business areas. The segment allocation is in accordance with the company's internal reporting and areas of responsibility. Revenues have been reported for the following business areas: Machine and parts sale and service sale. The revenue of each business area has in turn been allocated geographically.

### **Other operating income**

Other operating income comprises revenue from other operating activities which are not related to the principal activities of the company.

**Expenses for raw materials and consumables**

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

**Other external expenses**

Other external expenses comprise of expenses for administration, sale, distribution, etc.

**Staff expenses**

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

**Amortisation, depreciation and impairment losses**

Amortization, depreciation and impairment losses comprise amortization, depreciation and impairment of intangible assets and property, plant and equipment.

**Income from investments in group enterprises and associates**

The item "Income from investments in group enterprises and associates" in the income statement includes the proportionate share of the profit for the year less goodwill amortization and elimination of internal profits or losses

**Financial income and expenses**

Financial income and expenses comprise of interest, financial expenses in respect of finance leases, realised and unrealised exchange adjustments, price adjustment of securities, amortisation of mortgage loans as well as extra payments and repayment under the on-account taxation scheme.

**Tax on profit/loss for the year**

Tax for the year consists of current tax for the year and 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.

The Company is jointly taxed with Danish subsidiaries. The Danish tax is allocated to the jointly taxed Danish enterprises in proportion to their taxable incomes.

## **Balance Sheet**

### **Intangible assets**

#### **Goodwill**

On initial recognition, goodwill is recognized at cost in the balance sheet. Goodwill is amortized on a straight-line basis over the estimated useful life of 10 years, determined on the basis of Management's experience with the individual business areas. The amortisation period is usually 10 years for strategically acquired companies with a strong market position.

#### **Other intangible assets**

Costs of development projects comprise of salaries, amortisation, and other expenses directly or indirectly attributable to the Company's development activities.

Development projects that are clearly defined and identifiable and in respect of which technical feasibility, sufficient resources and a potential future market or development opportunity in the enterprise can be demonstrated, and where it is the intention to manufacture, market or use the project, are recognised as intangible assets. This applies if sufficient certainty exists that the value in use of future earnings can cover production, distribution and administrative expenses involved as well as the development costs.

Development projects that do not meet the criteria for recognition in the balance sheet are recognised as expenses in the income statement as incurred.

Capitalised development costs are measured at cost less accumulated amortisation and impairment losses or at a lower recoverable amount.

As of the date of completion, capitalised development costs are amortised on a straight-line basis over the period of the expected economic benefit from the development work. The amortisation period is 5 years.

Patents, licences, and trademarks are measured at cost less accumulated amortisation and less any accumulated impairment losses or at a lower value in use.

Patents, licences, and trademarks are amortised over the remaining patent period or a shorter useful life. The periods of amortisation are 3-10 years.

### **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. In the case of assets of own construction, cost comprises direct and indirect expenses for labour, materials, components and sub-suppliers.

Interest expenses on loans raised directly for financing the construction of property, plant and equipment are recognised in cost over the period of construction. All indirectly attributable borrowing expenses are recognised in the income statement.

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:

Property: 10-50 years

Plant and equipment: 3-7 years

Other fixtures, fittings, tools and equipment: 3-5 years

### **Impairment of fixed assets**

The carrying amounts of intangible assets and property, plant and equipment are reviewed on an annual basis to determine whether there is any indication of impairment other than that expressed by amortisation and depreciation. If so, an impairment test is carried out to determine whether the recoverable amount is lower than the carrying amount, and the asset is written down to its lower recoverable amount. This impairment test is performed on an annual basis for development projects in progress irrespective of any indication of impairment.

The recoverable amount of the asset is calculated as the higher of net selling price and value in use. Where a recoverable amount cannot be determined for the individual asset, the assets are assessed in the smallest group of assets for which a reliable recoverable amount can be determined based on a total assessment.

Goodwill and other assets for which a separate value in use cannot be determined as the asset does not on an individual basis generate future cash flows are reviewed for impairment together with the group of assets to which they are attributable.

### **Investments in group enterprises and associates**

Investments in group enterprises and associates are measured at fair value through equity if the investments are held as part of the Company's investment portfolio. Other investments held with a view to operating the enterprises in question as part of the Company's business object are measured at net asset value.

The items "Investments in group enterprises" and "Investments in associates" in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated under the accounting policies of the Parent Company with deduction or addition of unrealised intercompany profits or losses and with addition of any remaining value of positive differences (goodwill) and deduction of any remaining value of negative differences (negative goodwill).

Associates and group enterprises with a negative net asset value are recognised at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

The total net revaluation of investments in associates and group enterprises is transferred upon distribution of profit to "Reserve for net revaluation under the equity method" under equity.

On acquisition of subsidiaries, the difference between cost and net asset value of the enterprise acquired is determined at the date of acquisition.

Other fixed asset investments

Other fixed asset investments consist of long term receivables, etc.

### **Inventories**

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

Indirect production costs comprise indirect materials and labour costs, costs of maintenance of, depreciation of and impairment losses relating to machinery, factory building and equipment used in the manufacturing process, and costs of factory administration and management. Finance costs are not included in costs.

The net realisable value of inventories is calculated at the amount expected to be generated by sale in the process of normal operations with deduction of selling expenses and costs of completion. The net realisable value is determined allowing for marketability, obsolescence and development in expected sales sum.

The cost of goods for resale, raw materials and consumables equals landed cost.

### **Receivables**

Receivables are measured in the balance sheet at the nominal value less provisions for bad debts. Provisions for bad debts are determined on the basis of an individual assessment of each receivable, and in respect of trade receivables, a general provision is also made based on the Company's experience from previous years.

### **Prepayments**

Prepayments recognised under "Current Assets" comprise expenses incurred concerning subsequent financial years.

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash and short-term securities whose remaining life is less than three months and which are readily converted into cash and which are subject only to insignificant risks of changes in value.

### **Equity**

#### **Dividend**

Dividend distribution proposed by Board of Directors for the year is disclosed as a separate equity item.

**Provisions**

Provisions are recognised when - in consequence of an event occurred before or on the balance sheet date - the Group has a legal or constructive obligation and it is probable that economic benefits must be given up to settle the obligation.

**Deferred tax assets and liabilities**

Deferred tax is recognised in respect of all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised in respect of temporary differences concerning goodwill not deductible for tax purposes and other items - apart from business acquisitions - where temporary differences have arisen at the time of acquisition without affecting the profit for the year or the taxable income.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. In cases where the computation of the tax base may be made according to alternative tax rules, deferred tax is measured on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities.

Deferred tax assets and liabilities are offset within the same legal tax entity.

**Current tax receivables and liabilities**

Current tax receivables and liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on taxable incomes for prior years. Tax receivables and liabilities are offset if there is a legally enforceable right of set-off and an intention to settle on a net basis or simultaneously.

**Financial debts**

Fixed-interest loans, such as mortgage loans and loans from credit institutions, 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**

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

**Deferred income**

Deferred income comprises payments received in respect of income in subsequent years.

## **Cash Flow Statement**

The cash flow statement shows the Group's cash flows for the year broken down by operating, investing and financing activities, changes for the year in cash and cash equivalents as well as the Group's cash and cash equivalents at the beginning and end of the year.

### **Cash flows from operating activities**

Cash flows from operating activities are calculated as the net profit/loss for the year adjusted for changes in working capital and non-cash operating items such as depreciation, amortisation and impairment losses, and provisions. Working capital comprises current assets less short-term debt.

### **Cash flows from investing activities**

Cash flows from investing activities comprise of cash flows from acquisitions and disposals of intangible assets, property, plant and equipment and fixed asset investments as well as dividend received from non-consolidated subsidiaries and associates.

### **Cash flows from financing activities**

Cash flows from financing activities comprise of cash flows from the raising and repayment of long-term debt as well as payments to and from shareholders.

### **Cash and cash equivalents**

Cash and cash equivalents comprise of "Cash at bank and in hand".

The cash flow statement cannot be immediately derived from the published financial records.

## Explanation of financial ratios

Gross margin	=	$\frac{\text{Gross profit} \times 100}{\text{Revenue}}$
Profit margin	=	$\frac{\text{Profit before financials} \times 100}{\text{Revenue}}$
Return on assets	=	$\frac{\text{Profit before financials} \times 100}{\text{Total assets}}$
Solvency ratio	=	$\frac{\text{Equity at year end} \times 100}{\text{Total assets}}$
Return on equity	=	$\frac{\text{Net profit for the year} \times 100}{\text{Equity at year end}}$

## Consolidated Income Statement 1 January-31 December

	Note	2024 DKK	2023 DKK
Revenue	2	1.576.391.345	1.530.145.372
Change in inventories of finished goods and work in progress		19.904.135	34.009.513
Work performed on own account and recorded under assets		20.097.423	0
Other income on operations	3	1.648.285	2.214.321
Expenses for raw materials and consumables		-904.375.410	-891.696.882
Other external expenses	4	-116.347.538	-121.394.599
Gross profit		<u>597.318.240</u>	<u>553.277.725</u>
Staff expenses	5	-381.837.420	-360.571.030
EBITDA		<u>215.480.820</u>	<u>192.706.695</u>
Amortisation, depreciation and impairment of property, plant and equipment and intangible assets		-62.053.454	-52.279.710
Profit/loss before financial income and expenses		<u>153.427.366</u>	<u>140.426.985</u>
Income from investments in associates after tax	6	212.715	747.358
Financial income	7	6.079.796	11.045.333
Financial expenses	8	-12.719.689	-6.042.608
Profit/loss before tax		<u>147.000.187</u>	<u>146.177.068</u>
Tax on profit/loss for the year	9	-41.201.666	-45.696.061
Net profit/loss for the year		<u>105.798.522</u>	<u>100.481.007</u>

## Consolidated Balance Sheet at 31 December

### Assets

	Note	2024 DKK	2023 DKK
Completed development projects		77.947.651	93.375.521
Development projects in process		59.769.120	24.004.189
Acquired rights		2.777.855	3.777.400
Goodwill		10.258.260	13.572.409
Intangible assets	10	<u>150.752.886</u>	<u>134.729.519</u>
Land and buildings		139.308.414	120.858.822
Plant and machinery		22.797.456	28.580.823
Assets under construction		14.769.122	0
Other fixtures, fittings, tools and equipment		14.310.175	14.538.301
Property, plant and equipment	11	<u>191.185.167</u>	<u>163.977.946</u>
Investments in associates	12	10.682.730	10.470.015
Other fixed asset investments	13	2.230.800	2.230.800
Fixed asset investments		<u>12.913.530</u>	<u>12.700.815</u>
Fixed assets		<u>354.851.583</u>	<u>311.408.280</u>

## Consolidated Balance Sheet at 31 December

### Assets

	<u>Note</u>	<u>2024</u> DKK	<u>2023</u> DKK
Inventories	14	366.363.116	348.446.029
Trade receivables		298.975.209	241.032.561
Receivables from group companies		0	562.035
Receivables from associates		3.129.182	1.509.682
Receivable corporation tax		7.804.327	436.777
Deferred tax asset s	15	3.566.867	2.146.388
Other receivables	16	41.307.574	37.997.333
Prepayments	16	49.814.263	31.843.715
Receivables		<u>404.597.421</u>	<u>315.528.491</u>
Cash and cash equivalents		<u>105.141.010</u>	<u>98.390.687</u>
Current assets		<u>876.101.547</u>	<u>762.365.207</u>
Assets		<u>1.230.953.130</u>	<u>1.073.773.487</u>

## Consolidated Balance Sheet at 31 December

### Liabilities and equity

	<u>Note</u>	<u>2024</u>	<u>2023</u>
		DKK	DKK
Share capital		15.625.000	15.625.000
Reserve for development expenditure		107.419.081	91.556.174
Exchange rate reserve		13.523.811	8.044.664
Retained earnings		264.392.571	226.920.582
Proposed dividend for the year		50.000.000	40.000.000
		<u>450.960.464</u>	<u>382.146.420</u>
Equity			
Provision for deferred tax	15	28.441.897	22.490.780
Other provisions	17	29.587.376	21.221.398
		<u>58.029.273</u>	<u>43.712.178</u>
Provisions			

## Consolidated Balance Sheet at 31 December

### Liabilities and equity

	Note	2024 DKK	2023 DKK
Credit institutions	19	7.146.725	15.000.000
Morgage debt	20	21.657.096	21.425.218
Other payables	21	9.156.020	8.976.944
Long-term debt	18	37.959.841	45.402.162
Short part long term debt, credit institutions	18	18.048.480	15.000.000
Short part long term debt, morgage debt		3.520.493	1.862.083
Credit institutions	19	47.121.680	4.622.134
Trade payables		161.716.174	174.839.228
Payables to group companies		0	702.398
Payables to associates		3.330.750	0
Corporation tax		22.786.079	23.546.480
Other payables	21	95.027.128	173.483.249
Prepayments received from customers		332.452.770	208.457.155
Short-term debt		684.003.553	602.512.727
Debt		721.963.394	647.914.889
Liabilities and equity		1.230.953.130	1.073.773.487
Proposed distribution of profit	22		
Rent and lease liabilities	23		
Contingent liabilities and other financial obligations	24		
Morgages and collateral	25		
Related parties and ownership	26		

## Statement of changes in consolidated Equity

	Share capital	Reserve for development expenditure	Translation reserve	Retained earnings	Proposed dividend for the year	Total
	DKK	DKK	DKK	DKK	DKK	DKK
Equity at 1 January 2024	15.625.000	91.556.174	8.044.664	226.920.582	40.000.000	382.146.420
Exchange adjustments, foreign enterprises	0	0	5.479.147	0	0	5.479.147
Dividend paid	0	0	0	0	-40.000.000	-40.000.000
Transfers, reserves	0	15.862.907	0	-15.862.907	0	0
Other equity movements	0	0	0	-2.463.626	0	-2.463.626
Net profit/loss for the year	0	0	0	55.798.522	50.000.000	105.798.522
Equity at 31 December 2024	15.625.000	107.419.081	13.523.811	264.392.571	50.000.000	450.960.464

## Consolidated Cash Flow Statement

	Note	2024 DKK	2023 DKK
Net profit/loss for the year		105.798.522	100.481.007
Adjustments	27	107.218.672	88.798.618
Change in working capital	28	-53.773.546	-16.350.956
Cash flows from operating activities before financial income and expenses		<u>159.243.648</u>	<u>172.928.669</u>
Financial income		6.079.796	11.045.333
Financial expenses		-8.995.314	-6.042.608
Income taxes paid/received		-44.798.978	-19.175.468
Cash flows from operating activities		<u>111.529.152</u>	<u>158.755.926</u>
Purchase of intangible assets		-58.418.928	-45.042.414
Purchase of property, plant and equipment		-50.712.189	-49.463.847
Purchase of fixed assets investments		0	-996.765
Sale of intangible assets		1.154.991	588.053
Sale of property, plant and equipment		-2.350.728	2.048.832
Cash flows from investing activities		<u>-110.326.854</u>	<u>-92.866.141</u>

## Consolidated Cash Flow Statement

	<u>Note</u>	<u>2024</u>	<u>2023</u>
		DKK	DKK
Raising/repayment of loans from credit institutions		45.548.026	-35.232.238
Dividends paid		-40.000.000	-10.000.000
Acquisition of minority interests		0	-18.889.477
Cash flows from financing activities		<u>5.548.026</u>	<u>-64.121.715</u>
Changes in cash and cash equivalents		6.750.323	1.768.070
Cash and cash equivalents at 1 January		<u>98.390.687</u>	<u>96.622.617</u>
Cash and cash equivalents at 31 December		<u>105.141.009</u>	<u>98.390.687</u>
Cash and cash equivalents are specified as follows:			
Cash at bank and in hand		105.141.010	98.390.687
Bank loans			
Cash and cash equivalents at 31 December		<u>105.141.010</u>	<u>98.390.687</u>

## Notes to the Consolidated Annual Report

1 Events after the balance sheet date

No subsequent events that could affect the group's financial position has occurred after the financial year end.

2 Revenue

	Euroasia	Rest of the World	Total
	DKK	DKK	DKK
Machine and parts	885.187.378	650.881.010	1.536.068.388
Service	21.075.285	19.247.671	40.322.956
	<u>906.262.664</u>	<u>670.128.681</u>	<u>1.576.391.345</u>

3 Other income on operations

	2024	2023
	DKK	DKK
COVID-19 compensation, salaries	0	95.523
Rent income - External	32.819	0
Rent income - Group	72.000	28.440
Wage reimbursements	1.543.466	2.090.358
	<u>1.648.285</u>	<u>2.214.321</u>

4 Fee to shareholder appointed auditor

Fee for annual audit		
Shareholder appointed auditor	-860.577	-725.054
Local auditor	-686.219	-502.943
Fee for other types of declarations		
Shareholder appointed auditor	0	0
Local auditor	0	-48.432
Tax advisory cost		
Shareholder appointed auditor	-81.000	0
Local auditor	-35.751	-27.382
Other costs auditor		
Shareholder appointed auditor	0	-46.965
Local auditor	-19.893	-32.449
	<u>-1.683.440</u>	<u>-1.383.225</u>

## Notes to the Consolidated Annual Report

	2024	2023
	DKK	DKK
5 Staff expenses		
Salaries	-313.538.675	-310.151.800
Pensions	-35.881.481	-31.101.011
Other social security expenses	-32.417.264	-19.318.219
	<u>-381.837.420</u>	<u>-360.571.030</u>
Average number of employees	656	592
	<u>656</u>	<u>592</u>
According to section 98 B(3) of the Danish Financial Statements Act, remuneration to the executive board has not been disclosed.		
6 Income from investments in associates before tax		
Share of profit in associates	212.715	747.358
	<u>212.715</u>	<u>747.358</u>
7 Financial income		
Exchange adjustments	0	7.865.258
Financial income, Associated	32.391	298.215
Other financial income	6.047.405	2.881.860
	<u>6.079.796</u>	<u>11.045.333</u>
8 Financial expenses		
Exchange adjustments	-3.724.376	0
Other financial expenses	-8.995.314	-6.042.608
	<u>-12.719.689</u>	<u>-6.042.608</u>
9 Tax on profit/loss for the year		
Current tax for the year	-36.712.472	-38.376.084
Deferred tax for the year	-4.530.638	-6.954.555
Adjustment concerning previous years	41.445	-365.422
Total tax for the year	<u>-41.201.666</u>	<u>-45.696.061</u>

## Notes to the Consolidated Annual Report

### 10 Intangible assets

	Acquired rights	Completed development projects	Development pro jects in progress	Goodwill
	DKK	DKK	DKK	DKK
Cost at 1 January 2024	33.645.042	226.102.676	24.004.189	63.524.490
Exchange adjustment	-7.851.293	4.648.805	22.867	4.435.394
Additions for the year	76.092	20.674.813	35.742.064	693.053
Cost at 31 December	25.869.841	251.426.294	59.769.120	68.652.937
Impairment losses and depreciation	-29.867.642	-132.727.155	0	-49.952.081
Exchange adjustment	7.852.316	-4.571.913	0	-4.435.394
Depreciation for the year	-1.076.659	-36.179.576	0	-4.007.202
Impairment losses and amortisation at 31 December	-23.091.986	-173.478.644	0	-58.394.677
Carrying amount at 31 December	2.777.855	77.947.651	59.769.120	10.258.260
Amortised over	3-10 years	3-10 years		10 years

Capitalized development projects are composed of costs related to clearly defined and identifiable projects. These projects are expected to contribute with both new and improved machines and functionalities, hereby contributing to potential market advantages.

Development projects in progress composes of projects, without realized sales. Once a development project is finalized and brought to the market, depreciation may begin. Impairment loss will occur if it is deemed that the project does not have the potential for future sales.

Development projects in process also include several IT initiatives, which are being developed externally and tailored specifically for Sanovo. These projects are designed to create value across the organization by optimizing workflows and and saving time in employees' daily tasks. Once the projects are completed and ready for use, depreciation will commence. Ongoing projects in progress is expected to be completed in 2025 and 2026.

## Notes to the Consolidated Annual Report

11 Property, plant and equipment t

	Land and buildings	Plant and machinery	Assets under Construction	Oth. fixtures, fittings, tools and equipment
	DKK	DKK	DKK	DKK
Cost at 1 January 2024	151.315.676	97.378.774	0	92.185.559
Exchange adjustment	2.882.123	4.257.134	0	-5.896.767
Additions during the year	27.913.780	3.303.424	14.769.122	8.876.534
Disposals during the year	<u>0</u>	<u>-1.533.695</u>	<u>0</u>	<u>-734.177</u>
Cost at 31 December 2024	<u>182.111.579</u>	<u>103.405.637</u>	<u>14.769.122</u>	<u>94.431.149</u>
Impairment losses and	-30.456.854	-68.797.951	0	-77.647.258
Exchange adjustment	-5.274.678	-6.252.048	0	2.801.886
Depreciation for the year	-7.071.633	-7.090.080	0	-5.765.208
Impairment losses and depreciation on assets sold	0	1.531.899	0	489.605
Impairment losses and depreciation at 31. december 2024	<u>-42.803.165</u>	<u>-80.608.180</u>	<u>0</u>	<u>-80.120.974</u>
Carrying amount at 31. december 2024	<u>139.308.414</u>	<u>22.797.456</u>	<u>14.769.122</u>	<u>14.310.175</u>
Depreciated over	<u>10-50 years</u>	<u>3-7 years</u>		<u>3-5 years</u>

## Notes to the Consolidated Annual Report

	2024	2023
	DKK	DKK
12 Investments in associates		
Cost at 1 January	9.200.345	8.203.580
Additions during the year	0	996.765
Cost at 31 December	9.200.345	9.200.345
Valuation adjustments at 1 January	1.269.670	522.312
Net profit/loss for the year	917.655	1.452.298
Amortizaation of goodwill	-704.940	-704.940
Revaluations at 31 December	1.482.385	1.269.670
Carrying amount at 31 December	10.682.730	10.470.015
Specification of investments in associates:		
Name:	Registered office	Share of ownership and votes
Ovotrack B V	Netherlands	50%
Shanghai GI OVO packing co, ltd	China	25%
13 Fixed asset investments		Other fixed asset investments
Cost at 1 January		2.230.800
Cost at 31 December		2.230.800
Revaluations 1 January		0
Revaluations at 31 December		0
Carrying amount at 31 December		2.230.800
14 Inventories		
Raw materials and consumables	193.308.656	195.295.704
Work in progress	89.128.841	77.100.748
Finished goods and goods for resale	83.925.620	76.049.577
	366.363.116	348.446.029

## Notes to the Consolidated Annual Report

	<u>2024</u>	<u>2023</u>
	DKK	DKK
15 Provision for deferred tax		
Provision for deferred tax at 1 January	20.344.392	12.041.580
Corrections previous years	0	1.348.257
Amounts recognized in the income statement for the year	4.530.638	6.954.555
	<u>24.875.030</u>	<u>20.344.392</u>
15 Provision for deferred tax (continued)		
Deferred tax asset	3.566.867	2.146.388
Provision for deferred tax	<u>-28.441.897</u>	<u>-22.490.780</u>
Provision for deferred tax at 31 December	<u>-24.875.030</u>	<u>-20.344.392</u>

Provision for deferred tax consists mainly of temporary differences between the carrying amount and the tax base of tangible fixed assets, provisions and other items. Tax loss carry-forwards and other negative differences have been set off against provisions for deferred tax. Deferred tax assets have been set off against provisions in the same legal tax entity and jurisdiction. The valuation of deferred tax has been performed on the basis of the expectations for future earnings set by the executive board. The executive board expects a continuous stream of positive earnings the next five years, which will use the positive deferred tax.

16 Prepayments  
Prepayments comprise prepaid expenses regarding rent, insurance premiums, subscriptions and interest.

17 Other provisions  
Other provisions at 31 December 29.587.376 21.221.398

Other provisions comprise obligations concerning warranty commitments which are short term obligations.

## Notes to the Consolidated Annual Report

### 18 Debt

Payments falling due within one year are stated under short-term debt.

Other debt is recognised in long-term debt.

	2024	2023
	DKK	DKK
19 Credit institutions		
Between 1 and 5 years	7.146.725	15.000.000
Long-term part	7.146.725	15.000.000
Short part long term debt	18.048.480	15.000.000
Within 1 year	47.121.680	4.622.134
	<u>72.316.885</u>	<u>34.622.134</u>
20 Mortgage debt		
After 5 years	0	2.329.031
Between 1 and 5 years	21.657.096	19.096.187
Long-term part	21.657.096	21.425.218
Short part long term debt	3.520.493	1.862.083
	<u>25.177.589</u>	<u>23.287.301</u>
21 Other payables		
After 5 years	9.156.020	8.976.944
Long-term part	9.156.020	8.976.944
Within 1 year	95.027.128	173.483.249
	<u>104.183.148</u>	<u>182.460.193</u>

## Notes to the Consolidated Annual Report

	2024	2023
	DKK	DKK
22 Proposed distribution of profit		
Proposed dividend for the year	50.000.000	40.000.000
Retained earnings	55.798.522	60.481.007
	<u>105.798.522</u>	<u>100.481.007</u>
23 Rent and lease liabilities		
Group		
Within 1 year	9.598.500	7.763.497
Between 1 and 5 years	9.781.125	13.937.754
After 5 years	3.912.450	4.647.528
	<u>23.292.075</u>	<u>26.348.780</u>
External		
Within 1 year	2.795.025	3.414.707
Between 1 and 5 years	2.943.531	6.878.409
After 5 years	0	1.734.593
	<u>5.738.557</u>	<u>12.027.709</u>

The company is not involved in any claims, which could significantly harm future earnings.  
An estimated amount has been offset to cover future claims from customers.

Contingent liabilities in relation to jointly taxed income.  
Sanovo Technology A/S is jointly taxed with its Danish group related companies.  
The company thus has secondary liability with respect to income taxes etc. and any obligations to withhold taxes on interest, royalties and dividends applying to the jointly taxed companies.  
Such secondary liability is, however, capped at an amount equal to the portion of the share capital in the company held directly or indirectly by the ultimate parent.

## Notes to the Consolidated Annual Report

- 25 **Mortgages and collateral**  
The company has solidarity guarantee toward bank debt for 75 mil. DKK to companies that are associated with Thornico Food & Food Technology Group A/S.

The companies include Thornico Food & Food Technology Group A/S, Ovodan Food A/S and Lactosan A/S.

- 26 **Related parties and ownership**

Basis

	Basis
Controlling interest	
Thornico Food & Food Technology Group A/S, Odense	Majority shareholder
Thornico A/S, Odense	Majority shareholder
Thornico Holding A/S, Odense	Majority shareholder
Christian Nicholas Rosenkrantz Stadil, non-public address	Ultimate owner

Other related parties	
Board of Directors	Management control

In accordance with the Danish Financial Statements Act the company has chosen to only disclose transactions that have not been completed under normal market conditions. Management believes that all related party transactions take place on market terms.

- 27 **Group relations**

Specification of investments in subsidiaries:	Registered office	Ownership interest
Name:		
Sanovo Technology USA Inc.	USA	100%
Sanovo Technology Japan Ltd.	Japan	100%
Sanovo Technology Italia S.r.l.	Italy	100%
Ramé-Hart Inc.	USA	100%
Staalakat Beheer B.V.	Netherlands	100%
Sanovo Technology Netherlands B.V.	Netherlands	100%
Sanovo Process Solutions A/S	Denmark	100%
Shanghai Sanovo Technology China	China	100%
Sanovo Technology Mexico	Mexico	100%
Investeringsselskabet af 1. september ApS	Denmark	100%
Foodcraft Inc.	USA	100%
Foodcraft Equipment Inc.	USA	100%
Sanovo Logistic ApS	Denmark	100%
NIKRO s.r.o.	Slovakia	100%
Sanovo Technology Asia	Malaysia	100%
Sanovo Technology Process A/S	Denmark	100%
Sanovo Capital A/S	Denmark	100%
Sanovo Technology Comercio De Maquinas	Brazil	100%
Sanovo Technology Robotics A/S	Denmark	100%

## Notes to the Consolidated Annual Report

	2024	2023
	DKK	DKK
27 Cash flow statement - adjustments		
Financial income	-6.079.796	-11.045.333
Financial expenses	12.719.689	6.042.608
Depreciation and impairment losses, incl. gain and loss on sale Adjustment, beginning of year, concerning associate, previous years	62.053.454	52.279.710
Income on investments in associates	-212.715	-747.358
Other equity adjustments	-2.463.626	-3.427.070
Income tax in income statement	41.201.666	45.696.061
	<u>107.218.672</u>	<u>88.798.618</u>
28 Cash flow statement - change of working capital		
Change in inventories	-17.917.087	-83.835.178
Change in receivables	-80.280.902	-56.337.311
Change in other provisions	8.365.978	11.195.478
Change in suppliers etc	36.058.465	112.626.056
	<u>-53.773.546</u>	<u>-16.350.956</u>

## Parent Company Income Statement 1 January - 31 December

	Note	2024 DKK	2023 DKK
Revenue	1	452.236.812	407.451.346
Change in inventories of finished goods and work in progress		5.548.806	31.033.685
Work performed on own account and recorded under assets		4.851.228	0
Other income on operations	2	26.341.507	25.677.184
Expenses for raw materials and consumables		-282.802.446	-292.434.324
Other external expenses		-41.354.385	-38.172.665
Gross profit		164.821.522	133.555.227
Staff costs	3	-127.038.456	-135.017.347
Profit/loss before amortisation/depreciation and impairment losses		37.783.065	-1.462.120
Depreciation, amortisation and impairment of losses		-9.202.818	-5.529.006
Profit/loss before net financials		28.580.247	-6.991.126
Income from investments in subsidiaries	4	107.826.571	92.395.215
Income from investments in associates	5	354.083	747.358
Financial income	6	28.854.390	40.799.132
Financial cost	7	-60.884.861	-20.950.123
Profit/loss before tax		104.730.431	106.000.456
Tax on profit/loss for the year	8	1.068.091	-5.519.448
Profit/loss for the year		105.798.522	100.481.007
Distribution of profit	9		

## Parent Company Balance Sheet at 31 December

### Assets

	<u>Note</u>	<u>2024</u> DKK	<u>2023</u> DKK
Completed development projects		11.606.128	12.646.396
Development projects in progress		17.292.865	0
Intangible assets	10	<u>28.898.993</u>	<u>12.646.396</u>
Plant and machinery		2.418.029	4.192.857
Other fixtures and fittings, tools and equipment		1.873.693	1.758.489
Leasehold improvements		5.198.688	3.015.221
Tangible assets	11	<u>9.490.411</u>	<u>8.966.567</u>
Investments in subsidiaries	12	437.410.064	393.647.666
Investments in associates	13	9.827.333	9.473.250
Receivables from subsidiaries	14	5.641.177	6.488.974
Other fixed asset investments	14	2.230.800	2.230.800
Fixed asset investments		<u>455.109.374</u>	<u>411.840.690</u>
Total non-current assets		<u>493.498.778</u>	<u>433.453.653</u>

## Parent Company Balance Sheet at 31 December

	Note	2024	2023
		DKK	DKK
Raw materials and consumables		25.640.494	24.693.146
Work in progress		53.145.393	43.519.690
Finished goods and goods for resale		45.000.190	49.077.087
Stocks		123.786.077	117.289.923
Trade receivables		27.595.898	22.435.583
Receivables from subsidiaries		42.215.403	105.018.775
Receivables from associates		2.419.591	1.509.682
Other receivables		2.860.938	5.271.363
Corporation tax		5.912.055	0
Prepayments	15	5.485.202	5.350.199
Receivables		86.489.087	139.585.602
Cash and cash equivalents		39.708.507	81.088.444
Total current assets		249.983.671	337.963.969
Assets		743.482.449	771.417.622

## Parent Company Balance Sheet at 31 December

Liabilities and equity	Note	2024 DKK	2023 DKK
Share capital		15.625.000	15.625.000
Reserve for development expenditure		9.052.780	9.864.189
Reserve for current value adjustments of currency gains		13.523.811	8.044.664
Retained earnings		362.758.872	308.612.567
Proposed dividend for the year		50.000.000	40.000.000
Equity		<u>450.960.464</u>	<u>382.146.420</u>
Provision for deferred tax	16	5.592.192	748.228
Other provisions	17	2.413.447	1.725.514
Total provisions		<u>8.005.639</u>	<u>2.473.742</u>
Banks		0	15.000.000
Other payables		8.113.460	7.999.464
Total non-current liabilities	18	<u>8.113.460</u>	<u>22.999.464</u>

## Parent Company Balance Sheet at 31 December

	<u>Note</u>	<u>2024</u>	<u>2023</u>
		DKK	DKK
Short-term part of long-term debet	18	15.000.000	15.000.000
Banks		25.210.185	31.920.122
Prepayments received from customers		48.160.792	73.873.542
Trade payables		27.719.134	51.621.960
Payables to subsidiaries		148.309.024	151.039.550
Other payables		12.003.751	38.645.031
Corporation tax payable		0	1.697.791
Total current liabilities		<u>276.402.886</u>	<u>363.797.996</u>
Total liabilities		<u>284.516.346</u>	<u>386.797.460</u>
Total equity and liabilities		<u>743.482.449</u>	<u>771.417.622</u>
Rent and lease liabilities	19		
Contingent liabilities	20		
Mortgages and collateral	21		
Related parties and ownership structure	22		

## Statement of changes in Equity for Parent Company

	Share capital	Reserve for development expenditure	Reserve for current value adjustments of currency gains	Retained earnings	Proposed dividend for the year	Total
Equity at 1 January 2024	15.625.000	9.864.189	8.044.664	308.612.567	40.000.000	382.146.420
Exchange adjustments	0	0	5.479.147		0	5.479.147
Ordinary dividend paid	0	0	0	0	-40.000.000	-40.000.000
Transfers, reserves	0	-811.409	0	811.409	0	0
Other equity movements	0	0	0	-2.463.626	0	-2.463.626
Net profit/loss for the year	0	0	0	55.798.522	50.000.000	105.798.522
Equity at 31. december 2024	15.625.000	9.052.780	13.523.811	362.758.872	50.000.000	450.960.464

Notes to the Parent Company Annual Report

1 Revenue

	Euroasia	Rest of the World	Total
	DKK	DKK	DKK
Machine and parts	223.841.635	217.654.575	441.496.210
Service	8.814.391	1.926.210	10.740.601
	<u>232.656.026</u>	<u>219.580.786</u>	<u>452.236.812</u>

2 Other operating income

	2024 DKK	2023 DKK
Rent income	611.172	540.648
Administration services	24.309.698	23.662.234
Wage reimbursements	1.420.638	1.474.302
	<u>26.341.507</u>	<u>25.677.184</u>

3 Staff cost

Wages and salaries	-115.862.430	-125.706.238
Pensions	-9.724.582	-8.088.352
Other social security costs	-1.451.445	-1.222.758
	<u>-127.038.456</u>	<u>-135.017.347</u>
Average number of employees	<u>171</u>	<u>150</u>

According to section 98 B(3) of the Danish Financial Statements Act, remuneration to the executive board has not been disclosed.

4 Income from investments in subsidiaries

Share of profits of subsidiaries	111.167.917	94.075.921
Amortisation of goodwill	-3.341.346	-3.246.481
Adjustments previous years	0	1.565.775
	<u>107.826.571</u>	<u>92.395.215</u>

Notes to the Parent Company Annual Report

	<u>2024</u>	<u>2023</u>
	DKK	DKK
5		
Income from investments in associates		
Share of profits of associates	1.059.023	1.452.298
Amortisation of goodwill	-704.940	-704.940
	<u>354.083</u>	<u>747.358</u>
6		
Financial income		
Interest received from subsidiaries	146.959	1.473.245
Interest received from associates	32.391	298.215
Other financial income	28.675.041	19.133.597
Exchange adjustments	0	19.894.075
	<u>28.854.390</u>	<u>40.799.132</u>
7		
Financial costs		
Financial expenses, group entities	-27.296.076	-17.635.398
Other financial costs	-2.972.119	-3.314.725
Exchange adjustments costs	-30.616.666	0
	<u>-60.884.861</u>	<u>-20.950.123</u>
8		
Tax on profit/loss for the year		
Current tax for the year	5.912.055	-1.697.791
Deferred tax for the year	-4.843.964	-3.821.657
	<u>1.068.091</u>	<u>-5.519.448</u>
9		
Distribution of profit		
Proposed dividend for the year	50.000.000	40.000.000
Retained earnings	55.798.522	60.481.007
	<u>105.798.522</u>	<u>100.481.007</u>

Notes to the Parent Company Annual Report

10 Intangible assets

	Completed development projects	Development projects in progress
Cost at 1 January	59.100.849	0
Additions for the year	5.040.413	17.292.865
Cost at 31 December	<u>64.141.262</u>	<u>17.292.865</u>
Impairment losses and amortisation at 1 January	46.454.453	0
Amortisation for the year	6.080.681	0
Impairment losses and amortisation at 31 December	<u>52.535.134</u>	<u>0</u>
Carrying amount at 31 December	<u>11.606.128</u>	<u>17.292.865</u>
	<u>3-10 years</u>	

Capitalized development projects are composed of costs related to clearly defined and identifiable projects. These projects are expected to contribute with both new and improved machines and functionalities, hereby contributing to potential market advantages.

Development projects in progress composes of projects, without realized sales. Once a development project is finalized and brought to the market, depreciation may begin. Impairment loss will occur if it is deemed that the project does not have the potential for future sales.

Development projects in process also include several IT initiatives, which are being developed externally and tailored specifically for Sanovo. These projects are designed to create value across the organization by optimizing workflows and saving time in employees' daily tasks. Once the projects are completed and ready for use, depreciation will commence. Ongoing projects in progress is expected to be completed in 2025 and 2026

Notes to the Parent Company Annual Report

11 Tangible assets

	<u>Plant and ma- chinery</u>	<u>Other fixtures and fittings, tools and equipment</u>	<u>Leasehold im- provements</u>
Cost at 1 January	15.108.410	34.019.572	11.509.197
Additions for the year	0	900.000	2.845.981
Disposals for the year	0	-240.000	0
Cost at 31 December	<u>15.108.410</u>	<u>34.679.572</u>	<u>14.355.178</u>
Impairment losses and depreciation at 1 January	10.915.553	32.261.084	8.493.976
Depreciation for the year	1.774.828	774.582	662.514
Depreciation disposed assets	0	-229.787	0
Impairment losses and depreciation at 31 December	<u>12.690.380</u>	<u>32.805.879</u>	<u>9.156.490</u>
Carrying amount at			
31 December	<u>2.418.029</u>	<u>1.873.693</u>	<u>5.198.688</u>
Amortised over	<u>3-10 years</u>	<u>3-10 years</u>	<u>10 years</u>

## Notes to the Parent Company Annual Report

	2024	2023
	DKK	DKK
12 Investments in subsidiaries		
Cost at 1 January	393.550.923	388.550.923
Additions during the year	7.583.263	5.000.000
Cost at 31 December	<u>401.134.186</u>	<u>393.550.923</u>
Revaluation at 1 January	96.743	-90.149.502
Exchange adjustment	5.479.147	-2.900.719
Net profit/loss for the year	111.167.917	94.075.921
Received dividend	-74.041.007	0
Adjustments previous years	-2.463.626	1.565.775
Amortisation of goodwill	-3.341.346	-3.246.481
Equity investments with negative net asset value amortised over receivables	-621.951	751.749
Revaluation at 31 December	<u>36.275.878</u>	<u>96.743</u>
Carrying amount at 31 December	<u>437.410.064</u>	<u>393.647.666</u>

## Specification of investments in subsidiaries:

Name:	Registered office	Ownership interest
Sanovo Technology USA Inc.	USA	100%
Sanovo Technology Japan Ltd.	Japan	100%
Sanovo Technology Italia S.r.l.	Italy	100%
Ramé-Hart Inc.	USA	100%
Staalkat Beheer B.V.	Netherlands	100%
Sanovo Technology Netherlands B.V.	Netherlands	100%
Sanovo Process Solutions A/S	Denmark	100%
Shanghai Sanovo Technology China	China	100%
Sanovo Technology Mexico	Mexico	100%
Investeringsselskabet af 1. september ApS	Denmark	100%
Foodcraft Inc.	USA	100%
Foodcraft Equipment Inc.	USA	100%
Sanovo Logistic ApS	Denmark	100%
NIKRO s.r.o.	Slovakia	100%
Sanovo Technology Asia	Malaysia	100%
Sanovo Technology Process A/S	Denmark	100%
Sanovo Capital A/S	Denmark	100%
Sanovo Technology Comercio De Maquinas	Brazil	100%
Sanovo Technology Robotics A/S	Denmark	100%

Notes to the Parent Company Annual Report

	2024	2023
	DKK	DKK
13 Investments in associates		
Cost at 1 January	8.203.579	8.203.579
Cost at 31 December	<u>8.203.579</u>	<u>8.203.579</u>
Revaluation at 1 January	1.269.671	522.313
Net profit/loss for the year	1.059.023	1.452.298
Amortisation of goodwill	-704.940	-704.940
Revaluation at 31 December	<u>1.623.754</u>	<u>1.269.671</u>
Carrying amount at 31 December	<u>9.827.333</u>	<u>9.473.250</u>
Specification of investments in associates:		
Name:	Registered office	Ownership interest
Ovotrack BV	Netherlands	50%
14 Fixed asset investments		
	Other fixed asset investments	Receivables from subsidiaries
Cost at 1 January	2.230.800	11.525.066
Additions for the year	0	1.911.176
Disposal for the year	0	-7.795.066
Cost at 31 December	<u>2.230.800</u>	<u>5.641.176</u>
Revaluations 1 January	0	-5.036.093
Disposal for the year	0	5.036.093
Revaluations at 31 December	<u>0</u>	<u>0</u>
Carrying amount at 31 December	<u>2.230.800</u>	<u>5.641.177</u>
15 Prepayments		
Prepayments comprise prepaid expenses regarding rent, insurance premiums, subscriptions and interest.		

Notes to the Parent Company Annual Report

	2024	2023
	DKK	DKK
16 Provision for deferred tax		
Provision for deferred tax at 1 January	748.228	-3.073.429
Current year provision	4.843.964	3.821.657
Provision for deferred tax at 31 December	<u>5.592.192</u>	<u>748.228</u>
Intangible assets	1.294.446	893.854
Property, plant and equipment	1.766.447	-2.278.384
Inventories	1.351.666	959.015
Prepaid costs	1.179.633	1.177.044
Other taxable temporary differences	0	-3.300
	<u>5.592.192</u>	<u>748.228</u>

17 Other provisions		
Other provisions at 31 December	<u>2.413.447</u>	<u>1.725.514</u>

Other provisions comprise obligations concerning warranty commitments which are short term obligations.

18 Long term debt	Debt at 1 January	Debt at 31 December	Instalment next year	Debt outstanding after 5 years
Banks	15.000.000	0	15.000.000	0
Other payables	7.999.464	8.113.460	0	8.113.460
	<u>22.999.464</u>	<u>8.113.460</u>	<u>15.000.000</u>	<u>8.113.460</u>

Notes to the Parent Company Annual Report

	<u>2024</u>	<u>2023</u>
	DKK	DKK
19 Rent and lease liabilities		
Group		
Within 1 year	9.598.500	7.601.268
Between 1 and 5 years	9.781.125	13.797.972
After 5 years	3.912.450	4.647.528
	<u>23.292.075</u>	<u>26.046.768</u>
External		
Within 1 year	1.607.006	1.448.522
Between 1 and 5 years	1.551.012	1.064.557
After 5 years	0	0
	<u>3.158.018</u>	<u>2.513.079</u>

The company has a leasehold contract liability towards the parent company Thornico Food & Food Technology Group A/S. The contract can be cancelled with 12 months' notice however it is irredeemable until December 31 2025.

The company also has another leasehold contract liability towards the parent company Thornico Food & Food Technology Group A/S. The contract can be cancelled with 12 months' notice however it is irredeemable until January 1 2032.

Notes to the Parent Company Annual Report

20 Contingent liabilities

The company is jointly taxed with its parent company , Thornico Holding A/S (management company) and jointly and severally liable with other jointly taxed entities for payment of income taxes as well as for payment of withholding taxes on dividends, interest and royalties.

21 Morgages and collateral

The company has solidarity guarentee toward bank debt for 75 mil. DKK to companies that are associated with Thornico Food & Food Technology Group A/S.

The companies include Thornico Food & Food Technology Group A/S, Ovodan Food A/S and Lactosan A/S.

22 Related parties and ownership structure

	<u>Basis</u>
Controlling interest	
Thornico Food & Food Technology group A/S, Odense	Controlling shareholder
Thornico A/S, Odense	Controlling shareholder
Thornico Holding A/S, Odense	Controlling shareholder
Christian Rosenkrantz Stadil, non public adress	Ultimate owner
Other related parties	
Board of Directors	Management control

In accordance with the Danish Financial Stetaments Act the company has chosen to only disclose transactions that have not been completed under normal market conditions. Management believes that all related party transactions take place on marked terms.