

Welltec Latinamerica ApS

**Gydevang 25, 3450 Allerød
Central Business Registration No 28 50 53 02**

Annual report for 1 January – 31 December 2024

The Annual Report was presented and adopted at the Annual General Meeting on 25 June 2025

Chairperson of the Annual General Meeting



Name: Lea Wolk Gøtske

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Company details

The Company

Welltec Latinamerica ApS

Gydevang 25

DK-3450 Allerød

Central Business Registration No: 28 50 53 02

Municipality of reg. office: Allerød

Financial period: 1 January – 31 December 2024

Executive Board

Michael Christensen

Peter Schnettler Kristensen

Auditors

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

Strandvejen 44

DK-2900 Hellerup

Statement by Management on the annual report

The Executive Board has today considered and adopted the Annual Report of Welltec Latinamerica ApS 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 shall be adopted at the Annual General Meeting.

Allerød, 25 June 2025

Executive Board



Michael Christensen



Peter Schnettler Kristensen

Independent auditor's report

To the Shareholder of Welltec Latinamerica ApS

Opinion

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

We have audited the Financial Statements of Welltec Latinamerica ApS 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 Financial Statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the Financial Statements" section of our report. We 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 opinion.

Management's responsibilities for the Financial Statements

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

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

Auditor's responsibilities for the audit of the Financial Statements

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

Independent auditor's report (continued)

We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

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

Hellerup, 25 June 2025

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31



Anders Stig Lauritsen

State Authorised

Public Accountant

mne32800



Henrik Kyhnauv

State Authorised

Public Accountant

mne40028

Accounting policies

The Annual Report of Welltec Latinamerica ApS for 2024 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2024 are presented in US dollar (USD), which also is the functional currency. The applied currency rate to Danish Kroner at 31 December 2024 is 7.14 (2023: 6.97).

Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act, the Company has not prepared consolidated financial statements. The financial statements of Welltec Latinamerica ApS and its group companies are included in the consolidated financial statements for Welltec International ApS, CVR nr. 30695003.

Recognition and measurement

Revenues are recognized in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognized. Moreover, all expenses incurred to achieve the earnings for the year are recognized 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 recognized in the income statement.

Assets are recognized 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 recognized in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

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

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

Income Statement

Gross profit

The Company has applied the Danish Financial Statement Act art. 32, other external expenses are summarized in gross loss.

Accounting policies (continued)

Other external expenses

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

Impairment of financial assets

Impairment of financial assets includes write-downs and reversals of write-downs made in prior years based on impairment assessment performed by Management.

Financial income and expenses

Financial income and expenses are recognized 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 recognized in the income statement, whereas the tax attributable to equity transactions is recognized directly in equity. The Company is jointly taxed with wholly owned Danish and foreign subsidiaries. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

The Company is jointly taxed with Danish Group entities. The tax effect of the joint taxation is allocated to 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. In the event of indicators of impairment assessment, an impairment is performed of investments in subsidiaries. In case of any subsequent reversals of impairment losses resulting from change in assumptions of the estimated recoverable value, the carrying values of the asset, respectively, are increased to the adjusted estimate of the recoverable value, however, no more than the carrying value which the asset would have had if the write-down had not been performed.

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.

Current tax receivables and liabilities

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

Financial liabilities

On initial recognition liabilities, including trade payables, are measured at fair value. Subsequently, these liabilities are measured at amortized cost.

Income statement 1 January – 31 December

	<u>Note</u>	<u>2024</u> <u>USD</u>	<u>2023</u> <u>USD</u>
Gross profit / (loss)	2	7,168	(89,640)
Profit / (loss) before financial income and expenses		7,168	(89,640)
Impairment of financial assets	3	256,194	(256,194)
Other financial income	4	139,389	131,569
Other financial expenses	5	(447,456)	(185,470)
Profit / (loss) before tax		(44,705)	(399,735)
Tax on profit for the year	6	(45,816)	(20,147)
Net profit / (loss) for the year		(90,521)	(419,882)

Distribution of profit

Proposed distribution of profit

Retained earnings	(90,521)	(419,882)
Net profit /(loss) for the year	(90,521)	(419,882)

Balance sheet 31 December

Assets	Note	2024 USD	2023 USD
Investments in subsidiaries	7	454,689	198,494
Financial assets		454,689	198,494
Non-current assets		454,689	198,494
Receivables from group enterprises		1,545,460	1,528,767
Other receivables		12,763	16,834
Corporation tax from group enterprises		-	9,440
Receivables		1,558,223	1,555,041
Cash at bank		22,411	3,785
Current assets		1,580,634	1,558,826
Assets		2,035,323	1,757,320

Balance sheet 31 December

Liabilities and equity	<u>Note</u>	<u>2024</u> <u>USD</u>	<u>2023</u> <u>USD</u>
Share capital		87,414	87,414
Retained earnings		2,158,049	2,248,570
Currency adjustments		(345,874)	(808,134)
Equity		1,899,589	1,527,850
Trade payables		69,665	47,649
Corporation tax from group enterprises		18,986	23,790
Other payables		47,084	158,031
Current liabilities		135,734	229,470
Liabilities		135,734	229,470
Equity and liabilities		2,035,323	1,757,320
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Statement of changes in equity

	<u>Share Capital</u>	<u>Retained earnings</u>	<u>Currency adjustments</u>	<u>Total</u>
	USD	USD	USD	USD
2024				
Equity 1 January	87,414	2,248,570	(808,134)	1,527,850
Net profit / (loss) for the year	-	(90,521)	462,260	371,739
Equity 31 December	87,414	2,158,049	(345,874)	1,899,589

Notes

1 Key activities

The Entity's primary activity is to own a number of subsidiaries and has branches in Columbia (Welltec Latin America ApS Sucursal Colombiana Branch) and Ecuador (Welltec Latin America ApS (Ecuador Branch)).

2 Average number of employees

The Company had no employees in 2024 (2023: nil).

	<u>2024</u> <u>USD</u>	<u>2023</u> <u>USD</u>
3 Impairment of financial assets		
Write-down on investments in subsidiaries	-	(256,194)
Reversal of write-down on investments in subsidiaries	256,194	-
	256,194	(256,194)
4 Financial income		
Interest received from group enterprises	139,389	121,282
Exchange adjustments	-	10,287
	139,389	131,569
5 Financial expenses		
Exchange adjustments	446,387	185,050
Other financial expenses	1,069	420
	447,456	185,470
6 Tax income/(expense) on profit/loss for the year		
Tax on ordinary profit/loss for the year	18,986	20,147
Adjustment of tax concerning previous years	26,830	-
	45,816	20,147

Notes (continued)

	2024	2023
	USD	USD
7 Investments in subsidiaries		
Cost 1 January	7,121,591	7,121,591
Cost 31 December	7,121,591	7,121,591
Value adjustments 1 January	(6,923,097)	(6,666,903)
Impairment adjustment for the year	-	(256,194)
Reversal of impairment made in prior years	256,194	
Value adjustments 31 December	(6,666,903)	(6,923,097)
Carrying amount	454,688	198,494

8 Contingent assets, liabilities and other financial obligations

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

9 Related parties**Consolidated Financial Statements**

Name and registered office of the ultimate parent preparing consolidated financial statements for the smallest Group:

<u>Name</u>	<u>Place of registered office</u>
Welltec International ApS	Allerød

10 Events after the balance sheet date

No events materially affecting the assessment of the annual report have occurred after the balance sheet date.