



Madeco International A/S

Amaliegade 9 B
1256 København K
CVR No. 27043593

Annual report 2024

The Annual General Meeting adopted the
annual report on 06.03.2025

Per Stride

Chairman of the General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's extended review report	4
Management commentary	6
Income statement for 2024	7
Balance sheet at 31.12.2024	8
Statement of changes in equity for 2024	10
Notes	11
Accounting policies	12

Entity details

Entity

Madeco International A/S

Amaliegade 9 B

1256 København K

Business Registration No.: 27043593

Registered office: København

Financial year: 01.01.2024 - 31.12.2024

Board of Directors

Per Stride, Chairman

Hans Thorn Wittussen

Ronnie Melbye

Executive Board

Ronnie Melbye

Bank

Jyske Bank

Vesterbrogade 9

1780 København V

Attorney

Hafnia Advokatpartnerselskab

Vesterbrogade 9

1780 København K

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Madeco International A/S for the financial year 01.01.2024 - 31.12.2024.

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

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2024 and of the results of its operations for the financial year 01.01.2024 - 31.12.2024.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

København, 24.02.2025

Executive Board

Ronnie Melbye

Board of Directors

Per Stride
Chairman

Hans Thorn Wittussen

Ronnie Melbye

Independent auditor's extended review report

To the shareholders of Madeco International A/S

Report on extended review of the financial statements

Conclusion

We have performed an extended review of the financial statements of Madeco International A/S for the financial year 01.01.2024 - 31.12.2024, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2024 and of the results of its operations for the financial year 01.01.2024 - 31.12.2024 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Management's 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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting 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 extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of Management and, if appropriate, of other entity personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

Statement on the management commentary

Management is responsible for the management commentary.

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

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

Report on other legal and regulatory requirements

Violation of the Bookkeeping Act

In 2023, Madeco's business processes were mapped and evaluated, and market screening for relevant ERP systems was initiated. The new ERP system is now under implementation and is expected to be operational in Q1 2026. Until then, the current system is being used, which does not fully comply with the requirements of the Bookkeeping Act for a digital bookkeeping system effective from 1 January 2025, potentially holding management accountable.

København, 24.02.2025

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Tim Kjær-Hansen

State Authorised Public Accountant
Identification No (MNE) mne23295

Sebastian Reinbach Kilde Hye

State Authorised Public Accountant
Identification No (MNE) mne51486

Management commentary

Primary activities

The main activities of the company are international trade in food products, particularly meat products. Madeco International A/S traded food products in 53 different countries around the world in 2024. Madeco International A/S will hereafter be referred to as Madeco.

Description of material changes in activities and finances

2024 turned out to be more challenging than expected, as the global markets was characterized by relative stability and slowly decreasing prices, which leads to increased competition and lower margins. However, some markets continue to be impacted by wars, political instability and animal diseases.

Despite challenges in the market, the company managed to grow volume and revenue as planned. Though operating profit for the year decreased due to lower margins achieved.

As a result of Russia's continued invasion of Ukraine, NoriDane has still ceased all trade with customers and suppliers in Russia and Belarus. This decision is made for ethical, moral and compliance reasons, even though sanctions against the countries do not prevent us from trading food products in said countries.

During the financial year, the company achieved a turnover of 163,3 million DKK, which is an increase of 19,1 % compared to the previous year. Profit before tax is realized at 1,5 million DKK, which is an decrease of 69,7% compared to the previous year. As of December 31, 2024, the company's balance sheet shows equity of 12 million DKK. The company's solvency ratio is 34 %, compared to 36.6 % the previous year.

The management considers the realized result as non satisfying.

Profit/loss for the year in relation to expected developments

The result is below the expected result for the year. The management considers the realized result as non satisfying.

Outlook

The management expects small decrease in activity for 2025. The company's turnover is influenced by developments in global market prices, why there is no expectation for turnover in 2025. Though the management expects a decrease of 2,5 – 7,5 % in terms of volume in 2025.

The management expects a EBIT result in 2025 in the range of 3 - 5 Mio DKK.

Events after the balance sheet date

No events of significant importance to the company's financial position have occurred after the end of the financial year.

Income statement for 2024

	Notes	2024 DKK	2023 DKK
Gross profit/loss		2,267,101	5,496,071
Other financial income		116,205	288,393
Other financial expenses		(861,280)	(768,854)
Profit/loss before tax		1,522,026	5,015,610
Tax on profit/loss for the year	1	(336,005)	(2,761,038)
Profit/loss for the year		1,186,021	2,254,572
Proposed distribution of profit and loss			
Retained earnings		1,186,021	2,254,572
Proposed distribution of profit and loss		1,186,021	2,254,572

Balance sheet at 31.12.2024

Assets

	Notes	2024 DKK	2023 DKK
Trade receivables		33,947,552	29,359,137
Deferred tax		5,949	21,210
Other receivables		1,006,744	326,846
Joint taxation contribution receivable		504,256	0
Prepayments		89,874	0
Receivables		35,554,375	29,707,193
Cash		48,526	0
Current assets		35,602,901	29,707,193
Assets		35,602,901	29,707,193

Equity and liabilities

	Notes	2024 DKK	2023 DKK
Contributed capital		600,000	600,000
Retained earnings		11,448,014	10,261,993
Equity		12,048,014	10,861,993
Other provisions		27,035	89,107
Provisions		27,035	89,107
Trade payables		3,417,124	5,333,610
Payables to group enterprises		20,110,728	13,167,430
Joint taxation contribution payable		0	255,053
Current liabilities other than provisions		23,527,852	18,756,093
Liabilities other than provisions		23,527,852	18,756,093
Equity and liabilities		35,602,901	29,707,193
Employees	2		
Contingent liabilities	3		
Assets charged and collateral	4		

Statement of changes in equity for 2024

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	600,000	10,261,993	10,861,993
Profit/loss for the year	0	1,186,021	1,186,021
Equity end of year	600,000	11,448,014	12,048,014

Notes

1 Tax on profit/loss for the year

	2024	2023
	DKK	DKK
Current tax	320,744	1,155,053
Change in deferred tax	15,261	(19,067)
Adjustment concerning previous years	0	1,625,052
	336,005	2,761,038

2 Employees

The Entity has no employees other than the Executive Board.

3 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where serves as the administration company, NoriDane Food A/S. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc. for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

The Entity serves as the administration company in a Danish joint taxation arrangement. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc. for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for these entities.

4 Assets charged and collateral

The Company participates in a cash pool with NoriDane Food A/S and Noridane Food AS at Jyske-Bank. Participants in the cash pool are jointly and severally liable for the total debt in the cash pool.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of a few provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue from the sale of services is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for normal inventory writedowns.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Other financial income

Other financial income comprises dividends etc. received on other investments, interest income, including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and transactions in foreign currencies, amortisation of financial assets, and tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Balance sheet**Receivables**

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset. However, no deferred tax is recognised for amortisation of goodwill disallowed for tax purposes and temporary differences arising at the date of acquisition that do not result from a business combination and that do not have any effect on profit or loss or on taxable income.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Joint taxation contributions receivable or payable

Current joint taxation contributions payable or joint taxation contributions receivable are recognised in the balance sheet, calculated as tax computed on the taxable income for the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises cash in hand and bank deposits.

Other provisions

Other provisions comprise anticipated costs of non-recourse guarantee commitments, returns, loss on contract work in progress, decided and published restructuring, etc.

Other provisions are recognised and measured as the best estimate of the expenses required to settle the liabilities at the balance sheet date. Provisions that are estimated to mature more than one year after the balance sheet date are measured at their discounted value.

Non-recourse guarantee commitments comprise commitments to remedy defects and deficiencies within the guarantee period.

On acquisition of enterprises and investments in group enterprises, provisions are made for costs relating to restructuring in the acquired enterprise that were decided and published at the acquisition date at the latest.

Once it is probable that total costs will exceed total income from a contract in progress, provision is made for the total loss estimated to result from the relevant contract.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.