

2022 ANNUAL REPORT

CPH CAPITAL

Fondsmæglerselskab A/S

CVR nr: 34 60 65 44

CPH CAPITAL Fondsmæglerselskab A/S

TABLE OF CONTENTS

	Page
Facts about CPH Capital	1
Statement by Management on the annual report	3
Independent auditor's reports	4
Management commentary	6
Income statement and statement of comprehensive income	8
Balance sheet	9
Statement of changes in equity	10
List of notes to the Financial Statements	11
Notes to the Financial Statements	12

CPH CAPITAL Fondsmæglerselskab A/S

FACTS ABOUT CPH CAPITAL

FULL NAME AND ADDRESS

CPH Capital Fondsmæglerselskab A/S (the "Company")
Lautrupsgade 7, 6
2100 Copenhagen Ø, Denmark
Phone: +45 69 14 81 99
Fax: +45 69 14 81 80

FOUNDATION AND RESIDENCE

The Company was founded on 2 July 2012 and the Company's municipality of residence is Copenhagen, district of "Østerbro.

OBJECTIVE

The Company's objective is to serve as an investment manager and to provide investment related services in accordance with the Danish Investment Firms and Investment Services and Activities Act and the licence obtained from the Danish FSA.

FINANCIAL YEAR

The Company's financial year is 1 January to 31 December.

BOARD OF DIRECTORS

The directors of the Company who were in office during the year and up to the date of signing of the financial statements are as follows:

David Michael Lesser, Chairman
Christopher Edward George Hogbin
Roland Hedley Spurr (resigned 22 April 2022)
Silvio Cruz (appointed 22 April 2022)

BOARD OF MANAGEMENT

Ian Christian Foster, Chief Executive Officer
Mark Randall Manley (resigned 12 May 2022)
Kyle Di Gangi (appointed 12 May 2022)

CPH CAPITAL Fondsmæglerselskab A/S

FACTS ABOUT CPH CAPITAL (continued)

AUDITORS

PriceWaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
2900 Hellerup, Denmark

Benny Voss, State Authorised Public Accountant
Michael E. Jacobsen, State Authorised Public Accountant

BANKERS

The company has several banks in Denmark, of which the key bank is:

Nordea Bank
Grønjordsvej 10
2300 København S, Denmark

SUPERVISORY AUTHORITY

The following public authority supervises Danish financial businesses:

Danish Financial Supervisory Authority
Strandgade 29
1401 København K,
Denmark

REGISTRATION NUMBERS

Central Business Registration Number: 34 60 65 44
Registration number with the FSA: 8310

Adopted at the Company's Annual General Meeting on 17 April 2023



Chairman of the Annual General Meeting

CPH CAPITAL Fondsmæglerselskab A/S

STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The Board of Directors and the Board of Management present the Company's 2022 Annual Report in accordance with the Danish Investment Firms and Investment Services and Activities Act, the Danish Executive Order on Financial Reports for Financial Credit Institutions and Investment Companies, as well as guidelines issued by the Danish FSA.

In the Boards' opinion, the Financial Statements give a true and fair view of the Company's financial position at 31 December 2022 and of the results of its operations for the financial year 2022.

It is the Boards' view that the Management Commentary contains a fair review of the developments in the Company's activities and finances, profit for the period and of its financial position as well as a description of the principal risks and uncertainties facing the Company.

Copenhagen, 22 March 2023

Board of Management

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Ian Christian Foster

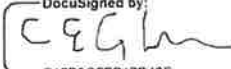
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Kyle Di Gangi

Board of Directors

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David Michael Lesser
Chairman

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Christopher Edward George Hogbin

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Silvio Cruz

CPH CAPITAL Fondsmæglerselskab A/S

INDEPENDENT AUDITOR'S REPORT

To the shareholders of CPH Capital Fondsmæglerselskab A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2022, and of the results of the Company's operations for the financial year 1 January - 31 December 2022 in accordance with the Danish Investment Firms and Investment Services and Activities Act.

We have audited the Financial Statements of CPH Capital Fondsmæglerselskab A/S for the financial year 1 January - 31 December 2022, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("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.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

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

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

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.

CPH CAPITAL Fondsmæglerselskab A/S

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 judgment and maintain professional skepticism throughout the audit. 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, **22 March 2023**

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31



Benny Voss
State Authorised Public Accountant
mne15009



Michael E. Jacobsen
State Authorised Public Accountant
mne16655

CPH CAPITAL Fondsmæglerselskab A/S

MANAGEMENT COMMENTARY

PRINCIPAL ACTIVITIES

The Company's primary activity is to provide investment management services for Global Active Core Equity shares. CPH manages a Luxembourg SICAV sponsored by the AllianceBernstein Group. CPH provided investment advice, via a model portfolio which was updated daily, to the Company's former owner Formuepleje. The contract with Formuepleje terminated in November 2022. The termination is not expected to have a significant impact for 2023.

BUSINESS REVIEW

The Company recorded a profit on ordinary activities before taxation for the financial year of DKK 83,400k (2021: DKK 131,399k) as a result of decreased AUM and challenging markets. The Company's fee income decreased by 34% to DKK 188,760k (2021: DKK 284,284k). Staff costs and administrative expenses decreased by 31% to DKK 103,981k (2021: DKK 150,160k).

BALANCE SHEET TOTAL and EQUITY

At 31 December 2022, the Company's balance sheet total is DKK 309,652k (2021: DKK 367,122k). This is comprised of deposits with Danish banks totalling DKK 285,827k, property, plant and equipment of DKK 2,048k, tax receivables of DKK 19,313k, and other assets and prepayments of DKK 2,464k. The Company's equity totals DKK 174,541k at 31 December 2022 (2021: DKK 165,019k).

KEY PERFORMANCE INDICATORS (KPIs) and RISKS

Assets under management ("AUM") amounted to DKK 96.7bn (2021: DKK 113.4bn) and assets under advisory ("AUA") amounted to DKK nil (2021: DKK 23.4bn) at 31 December 2022. The Company's financial results and long-term business are influenced by the team's ability to produce additional returns as compared to the world share index. In the short run, results will be affected by general share price fluctuations.

CAPITAL ADEQUACY and SOLVENCY REQUIREMENTS

The Company is subject to capital and solvency requirements of the new Danish Investment Firms and Investment Services and Activities Act ("Fondsmæglerloven") transposing the Investment Firm Directive ("IFD") and Investment Firm Regulation ("IFR") into Danish national law. The Company is sufficiently capitalized with the "Own funds capital ratio" of 265.1% at 31 December 2022 (2021: 158.6%).

MANAGEMENT and OWNERSHIP

The Board of Management consists of Ian Foster and Kyle Di Gangi. The Company's A shares and B shares are 100% owned by AllianceBernstein L.P. (the "ABLP").

FUTURE DEVELOPMENTS and OUTLOOKS

The intention for 2023 is to maintain a stable business platform, grow AUM and seek to maximize client returns at minimum risk levels in the current market.

CPH CAPITAL Fondsmæglerselskab A/S

MANAGEMENT COMMENTARY (continued)

OTHER DIRECTORSHIPS HELD BY MEMBERS OF BOARD OF DIRECTORS

David Michael Lesser is also a Member of the Board of Directors of:

- AllianceBernstein Investments, Inc.
- AllianceBernstein Investor Services, Inc.
- AB Private Client Investors LLC
- AllianceBernstein International LLC
- AllianceBernstein Oceanic Corporation
- AllianceBernstein Corporation of Delaware
- AllianceBernstein Custom Alternative Solutions LLC
- AllianceBernstein Preferred Limited
- AllianceBernstein Real Estate Investments LLC
- SCB Global Holdings, LLC
- WPS Advisors, LLC

Silvio Cruz is also a Member of the Board of Directors of:

- AllianceBernstein (Luxembourg) S.à r.l.
- AB SICAV I
- AB SICAV III
- W.P. Stewart Holdings Fund

Christopher Edward George Hogbin is not a member of any other Board of Directors.

CPH CAPITAL Fondsmæglerselskab A/S

INCOME STATEMENT & STATEMENT OF COMPREHENSIVE INCOME

	note	Years Ended December 31,	
		2022	2021
		(in thousands DKK)	
Fee income and net interest			
Fee income	4	188,760	284,284
Net interest expense	3	(1,208)	(1,921)
		187,552	282,363
Expenses			
Staff costs and administrative expenses	5	(103,981)	(150,160)
Amortisation, depreciation and impairment losses...			
... on intangible assets and property, plant and equipment	6	(687)	(609)
Transaction adjustments		516	(195)
		(104,152)	(150,964)
Profit before tax		83,400	131,399
Income tax	7	(13,878)	(28,646)
Profit for the year		69,522	102,753
Available for distribution:			
Profit for the year		69,522	102,753
Proposed distribution of profit:			
Ordinary dividend		(60,000)	(50,000)
Retained earnings		147,519	94,766
		154,070	147,519
STATEMENT OF COMPREHENSIVE INCOME			
Profit for the year		69,522	102,753
Other comprehensive income		-	-
Tax on other comprehensive income		-	-
Total comprehensive income		69,522	102,753

Notes 1 to 19 form an integral part of the Financial Statements.

CPH CAPITAL Fondsmæglerselskab A/S

BALANCE SHEET

		As at December 31,	
		2022	2021
		(in thousands DKK)	
	note		
ASSETS			
Receivable from credit institutions	8	285,827	331,939
Other property, plant and equipment	9	2,048	2,552
Deferred tax assets	12	19,313	20,334
Other assets	10	1,572	12,281
Prepayments		892	16
TOTAL ASSETS		309,652	367,122
LIABILITIES and EQUITY			
Liabilities			
Current tax liabilities		7,392	35,626
Other liabilities	11	127,719	166,477
		135,111	202,103
Equity			
Share capital	13	5,500	5,500
Share premium account		12,000	12,000
Retained earnings		157,041	147,519
		174,541	165,019
TOTAL LIABILITIES and EQUITY		309,652	367,122
OFF BALANCE SHEET ITEMS			
Guarantee:			
Danish Guarantee Fund for Depositors and Investors		219	125

Notes 1 to 19 form an integral part of the Financial Statements.

CPH CAPITAL Fondsmæglerselskab A/S

STATEMENTS OF CHANGES IN EQUITY

	Year Ended December 31, 2022			
	(in thousands DKK)			
	Share capital	Share premium	Retained earnings	Total
Equity at January 1, 2022	5,500	12,000	147,519	165,019
Profit for the year	-	-	69,522	69,522
Comprehensive income for the year	-	-	-	-
Dividends distributed	-	-	(60,000)	(60,000)
Equity at December 31, 2022	5,500	12,000	157,041	174,541

	Year Ended December 31, 2021			
	(in thousands DKK)			
	Share capital	Share premium	Retained earnings	Total
Equity at January 1, 2021	5,500	12,000	94,766	112,266
Profit for the year	-	-	102,753	102,753
Comprehensive income for the year	-	-	-	-
Dividends distributed	-	-	(50,000)	(50,000)
Equity at December 31, 2021	5,500	12,000	147,519	165,019

CPH CAPITAL Fondsmæglerselskab A/S

LIST OF NOTES TO THE FINANCIAL STATEMENTS

Note #	Note name
1	Accounting policies
2	Financial highlights
3	Interest expenses
4	Fee income and net interest
5	Staff costs and administrative expenses
6	Depreciation of property, plant and equipment
7	Income tax
8	Receivable from credit institutions
9	Other property, plant and equipment
10	Other assets
11	Other liabilities
12	Provision for deferred tax
13	Share capital
14	Audit fees
15	Capital Structure and Solvency
16	Ownership and related parties
17	Consolidation
18	Contingent liabilities
19	Financial risks and risk management

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Danish Investment Firms and Investment Services and Activities Act, the Danish Executive Order on Financial Reports for Financial Credit Institutions and Investment Companies, as well as guidelines issued by the Danish FSA. The financial statements are presented in Danish Kroner, rounded to the nearest thousand.

Summary of significant accounting policies:

Recognition and measurement

Income is recognised in the income statement when earned, including recognition of value adjustments of financial assets and liabilities. All costs, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future financial benefits will flow to the Company and the value of the asset can be measured reliably.

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

On initial recognition, assets and liabilities are measured at fair value. However, intangible assets and property, plant and equipment are measured at cost at the time of the initial recognition. Subsequently, assets and liabilities are measured as described for each financial statement item below.

Income statement

Interest, fees and commission

Interest, fees and commission are accounted for on an accruals basis with the financial reporting period.

Income tax

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 profit or loss for the year and in other comprehensive income recognised directly in equity by the portion attributable to entries directly in other comprehensive income and equity.

Provisions for deferred tax are measured in accordance with the balance-sheet liability method including all temporary differences between the carrying amount and tax-based value of assets and liabilities.

Balance Sheet

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less write-downs of provisions for bad debts.

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1. ACCOUNTING POLICIES (CONTINUED)

Other property, plant and equipment

Property, plant and equipment are measured at cost less straight-line depreciation calculated on the estimated useful lives of the assets.

Leasehold improvements	6 years
Fixtures and fittings etc	3-5 years

The company has applied the update to 'IFRS 16 Leases' that requires lessees to recognise nearly all leases on the balance sheet which will reflect their right to use an asset for a period of time and the associated liability for payments.

Other assets

Other assets include assets that have not been included in other asset items.

Prepayments/deferred income

Prepayments/deferred income include income/expenses for subsequent financial reporting periods.

Current tax and deferred tax

Current tax payable or receivable is recognised in the balance sheet as tax computed on this year's taxable income, adjusted for prior years' taxable income and prepaid tax.

Deferred tax is measured based on the tax regulations and tax rates that will be in effect, using the laws at the balance sheet date, when the deferred tax is estimated to crystallise as current tax. For this period, the tax rate applied is 22%. Deferred tax is computed on all temporary differences between the carrying amount and tax-based value of assets.

Deferred tax assets are recognised at their estimated utilisable value, either as elimination against tax on future earnings or as set-off against deferred tax liabilities.

Provisions

Provisions are recognised when the Company has a constructive obligation as a result of an event occurring on the balance sheet date at the latest, and it is probable that future economic benefits will flow out of the Company to meet this obligation. Provisions for deferred tax are specified in the section dealing with tax payable and deferred tax.

Liabilities other than provisions

Liabilities other than provisions which comprise amounts payable to creditors etc. are measured at amortised costs, usually equaling nominal value.

Dividend

Dividend, if proposed, is recognised as a liability at the time of adoption at the general meeting. If a Dividend is proposed and paid in the financial year it is disclosed as a separate item in equity.

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1. ACCOUNTING POLICIES (CONTINUED)

Financial highlights

The financial highlights are defined in accordance with the requirements of the Danish Executive Order on the Presentation of Financial Statements and with the recommendations issued by the Danish Society of Financial Analysts. The new Stockbroking Act has modified the calculation of the capital ratios from 2021 as follows: "Own funds capital ratio": Own funds / own funds requirement (must exceed 100%), "Tier 1 capital ratio": Tier 1 capital / own funds requirement (must exceed 75%), and "Common equity ratio": Common equity capital / own funds requirement (must exceed 56%). The own funds requirement is the highest of (i) the permanent minimum capital, (ii) 25% of fixed costs, and (iii) the K-factor requirement.

2. FINANCIAL HIGHLIGHTS

	Years Ended December 31,				
	2022	2021	2020	2019	2018
	(in thousands DKK)				
Income statement					
Net interest and fee income	187,552	282,363	155,031	150,562	99,527
Transaction adjustments	516	(195)	337	(413)	43
Staff costs and admin. expenses	(103,981)	(150,160)	(89,530)	(97,343)	(63,551)
Profit for the period	69,522	102,753	52,622	43,078	27,949
Balance sheet					
Equity	174,541	165,019	112,266	89,644	101,566
Total assets	309,652	367,122	167,298	131,216	114,112
Key ratios					
Own funds capital ratio (>100%)	265.1%	158.6%	189.4 %	513.1%	458.4%
Tier 1 capital ratio (>75%)	265.1%	158.6%	n.a.	n.a.	n.a.
Common equity ratio (>56%)	265.1%	158.6%	n.a.	n.a.	n.a.
Return on equity before tax	49.1%	94.8%	64.6%	54.6%	40.9%
Return on equity after tax	48.5%	74.1%	52.1%	45.1%	31.9%
Income/cost ratio	1.8	1.9	1.7	1.5	1.6

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. NET INTEREST EXPENSE

	2022	2021
	(in thousands DKK)	
Interest income	660	-
Interest expense	(1,868)	(1,921)
Total interest expenses	(1,208)	(1,921)

4. FEE INCOME AND NET INTEREST

The Company has not broken down fee income and net interest by activity. No material differences have been considered to exist between the Company's activities and geographical areas, for which reason no segment information is provided.

5. STAFF COSTS AND ADMINISTRATIVE EXPENSES

	2022	2021
	(in thousands DKK)	
Salaries to the staff	65,253	117,196
Social security costs	187	187
Levies calculated on the basis of the number of employees on payroll	13,255	11,469
Other administrative expenses	25,286	21,308
Total staff costs and administrative expenses	103,981	150,160
Average number of employees	11	10
Number of Directors	3	3

No Director received fixed or variable remuneration from the Company during 2022. And no pension obligations have been undertaken for Management or other staff. This disclosure pursuant to Section 77d(3) of the Danish Financial Business Act: Total remuneration earned in their capacity as member of the Group' Executive Board or Board of Directors, paid during the financial year:

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. DEPRECIATION OF PROPERTY, PLAN AND EQUIPMENT

	2022	2021
	(in thousands DKK)	
Depreciation of property and leasehold improvements	644	595
Depreciation of machinery, equipment and fixtures and fittings	43	14
Total depreciation of property, plant and equipment	687	609

7. INCOME TAX

	2022	2021
	(in thousands DKK)	
Estimated tax on income for the year	13,649	38,968
Change in deferred tax	3,160	(11,129)
Adjustment of tax estimated for previous years	(799)	371
Adjustment of deferred tax for previous years	839	436
Change in tax rate in FY23	(2,971)	-
Total tax on profit for the year	13,878	28,646

EFFECTIVE TAX RATES:

Current tax rate	22.00%	22.00%
Adjustment of tax estimated for previous years	-0.96%	0.28%
Adjustment of deferred tax for previous years	1.01%	0.33%
Tax rate for permanent differences	-1.85%	-0.81%
Change in tax rate	-3.56%	-
Effective tax rate	16.64%	21.80%

8. RECEIVABLE FROM CREDIT INSTITUTIONS

	2022	2021
	(in thousands DKK)	
Demand deposits with credit institutions	285,827	331,939
Receivable from credit institutions	285,827	331,939

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. PROPERTY, PLANT AND EQUIPMENT

	2022	2021
	(in thousands DKK)	
MACHINERY, FIXTURES AND FITTINGS		
Cost, at January 1	1,300	1,145
Additions for the year	58	155
Cost, at December 31	1,358	1,300
Depreciation, at January 1	(1,124)	(1,110)
Depreciation for the year	(43)	(14)
Depreciation of assets held, at December 31	(1,167)	(1,124)
Carrying amount, at December 31	191	176
PROPERTY AND LEASEHOLD IMPROVEMENTS		
Cost, at January 1	4,781	1,811
Additions for the year	125	2,970
Cost, at December 31	4,906	4,781
Depreciation, at January 1	(2,405)	(1,810)
Depreciation for the year	(644)	(595)
Depreciation of assets held, at December 31	(3,049)	(2,405)
Carrying amount, at December 31	1,857	2,376
TOTAL PROPERTY, PLANT AND EQUIPMENT, at December 31	2,048	2,552

10. OTHER ASSETS

	2022	2021
	(in thousands DKK)	
Other receivables	1,572	12,281
Total other assets	1,572	12,281

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. OTHER LIABILITIES

	2022	2021
	(in thousands DKK)	
Taxes payable	4,471	8,115
Other payables	88,854	107,512
Intercompany payables	34,394	50,850
Total other liabilities	127,719	166,477

12. PROVISIONS FOR DEFERRED TAX

	2022	2021
	(in thousands DKK)	
The basis underlying deferred tax calculation:		
Fixed assets	159	234
RSU distribution	(9,730)	436
Deferred cash award	2,493	1,538
Short-term debt	82,267	91,166
Finance lease	(10)	(46)
Mortgage amortisation	(899)	(899)
Total provisions for deferred tax	74,280	92,429
Tax value thereof 26%	19,313	20,334

13. SHARE CAPITAL

The share capital consists of 4,125,000 A shares at DKK 1 and 1,375,025 B shares at DKK 1.

14. AUDIT FEES

	2022	2021
	(in thousands DKK)	
Statutory audit	183	194
Total fees to auditors	183	194

The statutory audit is performed by PricewaterhouseCoopers (the "PWC") appointed by the Company's shareholders in the annual general meeting.

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15. CAPITAL STRUCTURE AND SOLVENCY

	2022	2021
	(in thousands DKK)	
CAPITAL STRUCTURE		
Equity	174,541	165,019
<i>less</i> Deferred tax assets	(19,313)	(20,334)
Common Equity Tier	155,228	144,685
Core capital	155,228	144,685
Capital base	155,228	144,685
RISK EXPOSURE		
Credit risk	15,250	15,250
Market risk	10,940	10,940
Threshold due to fixed costs	404,095	239,999
RATIOS		
Common Equity Tier %	21.2%	17.5%
Core Capital %	21.2%	17.5%
Capital Base %	21.2%	17.5%

16. OWNERSHIP AND RELATED PARTIES

Name	Basis of influence
ABPL	Principal Shareholder with Controlling Interest
Ian Foster	CEO, Executive Board Member
Kyle Di Gangi	Executive Board Member
David Lesser	Member of the Board of Directors
Christopher Hogbin	Member of the Board of Directors
Silvio Cruz	Member of the Board of Directors

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16. OWNERSHIP AND RELATED PARTIES (CONTINUED)

The Company's ultimate parent is AllianceBernstein L.P. (the "ABLP"), Delaware limited partnership, from which the Company also receives an allocation of the investment management residual profits, reported in the Financial Statements hereto as 'fee income'. The Company is further related to AllianceBernstein Limited (the "ABL"), an ultimate subsidiary of ABLP. ABL provides the Company with investment management services, like trading or portfolio implementation and corporate and fiduciary services, for example, human resources, finance function, legal and compliance services and information technology services.

17. CONSOLIDATION

The Company's immediate parent is AllianceBernstein Preferred Limited (the "ABPL"), a company registered in England and Wales, however the Company's results are included into the consolidated financial statements of ABLP (the "Consolidated Financial Statements"). The Consolidated Financial Statements can be obtained from AllianceBernstein. L.P. 501 Commerce Street, Nashville, TN 37 203, USA. Equitable Holdings ,Inc., a financial services company based in New York, N.Y., USA, is the ultimate holding company of ABLP.

18. CONTINGENT LIABILITIES

The Company has entered into the below rental lease, for which the non-termination period ends on December 31, 2025, amounting to a contingent liability of DKK 2,063k (2021: DKK 2,645k).

CPH Capital Fondsmæglerselskab A/S
Lautrupsgade 7, 6
2100 Copenhagen Ø, Denmark

CPH CAPITAL Fondsmæglerselskab A/S

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

19. FINANCIAL RISKS AND RISK MANAGEMENT

The Company is primarily exposed to operational, credit, market and concentration risks. The overall risk management objectives and framework are established by the Board of Directors. The Board of Management is in charge of day-to-day compliance therewith and regularly reports on compliance to the Board of Directors.

Operational risk refers to the risk of unforeseen losses resulting from internal procedure and control weaknesses. Operational risk is inherent in an investment company. Asset management, provision of advisory services and administration by the Company is dependent on well-working IT systems, competent staff and a strong control environment, among other elements, for which reason the Company focuses on monitoring and control and has established procedures for crisis management.

Credit risk refers to the risk of loss resulting from counterparties not meeting their payment obligations to the Company, either in whole or in part. The Company is mostly exposed to Danish credit institutions, other group companies and collective investment schemes. The Company considers such risk to be low since no loss has been recorded for those counterparties.

Market risk refers to the risk of the market value of a financial liability increasing or decreasing due to fluctuations in share prices, interest rates and exchange rates. The Company is only exposed to market risk if invoices are settled in foreign currency.

Concentration risk refers to the risk of a considerable share of the Company's earnings centring on a single product, investor or a distributor. The Company's earnings are very sensitive and will be affected if the product is discontinued, or a major investor cashes in their investment.

Particular risks

Excess liquidity is held as cash, for which reason the Company's financial exposure is limited. The Company's principal business risk relates to the development of assets managed, the development in customer intake as well as portfolio returns and the concentration risk exposure to customers, distributors and products.

