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# *Embankment Fund Services A/S*

Amagertorv , 11,4, DK-1160 København K

## Annual Report for 2024

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CVR No. 43 39 53 35

The Annual Report was  
presented and adopted  
at the Annual General  
Meeting of the  
company  
on 1/4 2025

Martin Grønvald Raun  
Chairman of the  
general meeting



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# Management's statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Embankment Fund Services A/S for the financial year 1 January - 31 December 2024.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2024 of the Company and of the results of the Company operations for 2024.

In our opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

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

København K, 1 April 2025

## Executive Board

Mads Peter Pilkjær Harmsen  
CEO

## Board of Directors

David Svante Hansen  
Chairperson

Mads Peter Pilkjær Harmsen

Martin Grønvald Raun

# Independent Auditor's report

To the shareholder of Embankment Fund Services 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 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 Embankment Fund Services A/S for the financial year 1 January - 31 December 2024, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the 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.

# Independent Auditor's report

## 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. 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, 1 April 2025

**PricewaterhouseCoopers**

Statsautoriseret Revisionspartnerselskab

*CVR No 33 77 12 31*

Jakob Thisted Binder

State Authorised Public Accountant

mne42816

## Company information

<b>The Company</b>	Embankment Fund Services A/S Amagertorv , 11,4 DK-1160 København K  CVR No: 43 39 53 35 Financial period: 1 January - 31 December Municipality of reg. office: Copenhagen
<b>Board of Directors</b>	David Svante Hansen, chairperson Mads Peter Pilkjær Harmsen Martin Grønvald Raun
<b>Executive Board</b>	Mads Peter Pilkjær Harmsen
<b>Auditors</b>	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup

# Management's review

## Key activities

The Company, including its branches in Sweden and Norway, provides fund services, including fund accounting, transfer agency, compliance, risk management, etc. to alternative investment funds (AIFs) across Scandinavia. The focus is on closed-ended AIFs with investment strategies targeting illiquid asset classes, such as private equity (including venture capital), fund-of-funds, real estate, and infrastructure.

The Company is registered with the Danish Financial Supervisory Authority (FSA) as an AFIM, but does not manage any AIFs itself. Rather, the Company services AIFs managed by other AIFMs.

The Company operates on the basis of proprietary technology that enables more efficient and transparent service delivery compared to traditional providers. This has contributed to a marked increase in client acquisition throughout 2024, including several mandates from established AIF managers.

The Company aims to further strengthen its position in the Scandinavian market and increase its market share in 2025.

## Development in the year

The Company remained on budget throughout 2024 and harvested several efficiency gains based on investments in the proprietary technology platform made in 2022-23 and in the beginning of 2024.

In October 2024, Seed Capital led a EUR 4.7 million investment round in the Company's parent undertaking, providing additional capital to further enhance the technology platform and support ongoing efficiency, user experience improvements and growth.

Revenue increased over the course of 2024, reflecting both new client onboarding and geographic expansion into Norway and Sweden. The overall cost-base increased in line with this growth.

The Company's financial performance in 2024 is in line with management expectations and is viewed as confirmation of the Company's ability to deliver value in an underserved segment of the market.

## Outlook for 2025

The Company expects continued growth in 2025, supported by a solid pipeline of signed agreements. Investment in technology and service delivery will remain a priority to ensure continued scalability and to maintain a high level of client satisfaction. The Company is looking to establish a branch in Luxembourg in 2025.

## Subsequent events

In January 2025, the parent company, Embankment Group A/S, closed the final tranche of the fundraising initiated in October 2024.

## Income statement 1 January - 31 December

	Note	2024	2022/23
		DKK 12 months	DKK 18 months
<b>Gross profit</b>		<b>3,536,203</b>	<b>1,463,957</b>
Staff expenses	1	-5,076,044	-2,751,670
<b>Profit/loss before financial income and expenses</b>		<b>-1,539,841</b>	<b>-1,287,713</b>
Financial income		784	53
Financial expenses		-16,059	-222
<b>Profit/loss before tax</b>		<b>-1,555,116</b>	<b>-1,287,882</b>
Tax on profit/loss for the year		0	0
<b>Net profit/loss for the year</b>		<b>-1,555,116</b>	<b>-1,287,882</b>
 <b>Distribution of profit</b>			
		2024	2022/23
		DKK	DKK
<b>Proposed distribution of profit</b>			
Retained earnings		-1,555,116	-1,287,882
		<b>-1,555,116</b>	<b>-1,287,882</b>

# Balance sheet 31 December

## Assets

	Note	2024	2022/23
		DKK	DKK
Trade receivables		643,536	236,563
Receivables from group enterprises		2,008,090	234,141
Other receivables		1,701	0
Prepayments		59,194	0
<b>Receivables</b>		<b>2,712,521</b>	<b>470,704</b>
Cash at bank and in hand		1,491,768	172,375
<b>Current assets</b>		<b>4,204,289</b>	<b>643,079</b>
<b>Assets</b>		<b>4,204,289</b>	<b>643,079</b>

# Balance sheet 31 December

## Liabilities and equity

	Note	2024	2022/23
		DKK	DKK
Share capital		400,000	400,000
Retained earnings		2,378,206	-370,497
<b>Equity</b>		<b>2,778,206</b>	<b>29,503</b>
Trade payables		462,518	222,108
Other payables		963,565	391,468
<b>Short-term debt</b>		<b>1,426,083</b>	<b>613,576</b>
<b>Debt</b>		<b>1,426,083</b>	<b>613,576</b>
<b>Liabilities and equity</b>		<b>4,204,289</b>	<b>643,079</b>
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## Statement of changes in equity

	Share capital	Retained earnings	Total
	DKK	DKK	DKK
Equity at 1 January	400,000	-370,497	29,503
Contribution from group	0	4,303,819	4,303,819
Net profit/loss for the year	0	-1,555,116	-1,555,116
<b>Equity at 31 December</b>	<b>400,000</b>	<b>2,378,206</b>	<b>2,778,206</b>

# Notes to the Financial Statements

	2024	2022/23
	DKK 12 months	DKK 18 months
<b>1. Staff expenses</b>		
Wages and salaries	4,644,344	2,501,712
Pensions	364,634	225,836
Other social security expenses	62,529	23,366
Other staff expenses	4,537	756
	<b>5,076,044</b>	<b>2,751,670</b>
Average number of employees	<b>9</b>	<b>5</b>

## 2. Contingent assets, liabilities and other financial obligations

### Other contingent liabilities

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 Embankment Foundercorp ApS, which is the management company of the joint taxation purposes. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

# Notes to the Financial Statements

## 3. Accounting policies

The Annual Report of Embankment Fund Services A/S for 2024 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2024 are presented in DKK.

### Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

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

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

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

### Income statement

#### Revenue

Income from the rendering of services is recognised as revenue as the services are rendered. Accordingly, revenue corresponds to the market value of the services rendered during the year.

#### Other external expenses

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

#### Gross profit

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

#### Staff expenses

Staff costs include wages and salaries including compensated absence and pensions as well as other social security contributions etc. made to the entity's employees.

#### Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Company.

#### Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

# Notes to the Financial Statements

## Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with Danish group entities. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

## Balance sheet

### 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.

### Prepayments

Prepayments comprise prepaid expenses concerning rent, insurance premiums and subscriptions.

### Current tax receivables and liabilities

Current tax liabilities and receivables are recognised 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 recognised in the income statement in financial income and expenses.

### Financial liabilities

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