

Produktionsselskabet WPU Nakskov ApS

Højgårdsvej 13A, Lammefjorden, 4540 Fårevejle

Company reg. no. 42 46 64 76

Annual report

1 January - 31 December 2025

The annual report was submitted and approved by the general meeting on the 17 February 2026.

Jeffrey van Geloof
Chairman of the meeting

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Notes:

To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.

Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Management's statement

Today, the Managing Director has approved the annual report of Produktionselskabet WPU Nakskov ApS for the financial year 1 January - 31 December 2025.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

I consider the chosen accounting policy to be appropriate, and in my opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2025 and of the results of the Company's operations for the financial year 1 January – 31 December 2025.

Further, in my opinion, the Management's review gives a true and fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the Annual General Meeting.

Fårevejle, 17 February 2026

Managing Director

Jeffrey van Geloof

Independent auditor's report

To the Shareholders of Produktionsselskabet WPU Nakskov ApS

Opinion

We have audited the financial statements of Produktionsselskabet WPU Nakskov ApS for the financial year 1 January - 31 December 2025, which comprise income statement, balance sheet, statement of changes in equity, notes and a summary of significant accounting policies, for the Company. The financial statements are prepared under the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2025, and of the results of the Company's operations for the financial year 1 January - 31 December 2025 in accordance with the Danish Financial Statements Act.

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.

Material Uncertainty Related to Going Concern

We draw attention to Note 1, in which Management describes the uncertainty regarding the Company's ability to continue as a going concern. In our view, Management's disclosure of these matters is appropriate.

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 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.

Independent auditor's report

Plan and perform the audit of the financial statements to obtain sufficient appropriate audit evidence regarding consolidated financial information of the entities or business units as a basis for forming an opinion on the financial statements. We are responsible for the direction, supervision and review of the audit work performed. 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 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, we conclude that Management's Review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of Management's Review.

Copenhagen, 17 February 2026

BUUS JENSEN

State Authorised Public Accountants
Company reg. no. 16 11 90 40

Arne Sørensen

State Authorised Public Accountant
mne27757

Company information

The company

Produktionsselskabet WPU Nakskov ApS
Højgårdsvej 13A
Lammefjorden
4540 Fårevejle

Company reg. no. 42 46 64 76
Established: 14 June 2021
Domicile: Odsherred
Financial year: 1 January - 31 December

Managing Director

Jeffrey van Geloof

Auditors

BUUS JENSEN, Statsautoriserede revisorer

Parent company

Waste Plastic Upcycling A/S

Management's review

Description of key activities of the company

The company's purpose is to run production business within upcycling and other business related activities.

Uncertainties connected with recognition or measurement

As the equity represents less than half of the subscribed capital, the company is subject to the Danish Companies Act section 119 regarding loss of capital.

As disclosed in Note 8 the company has received a claim from a building constructor for app. 15 mill. dkk. which the company disputes and therefore rejected. If the outcome of the disagreement goes against management's expectations, this could lead to a significant uncertainty for going concern for the company.

Significant changes in the company's activities and financial matters

There have been no significant changes in activities and financial matters.

Profit or loss from ordinary activities after tax totals DKK -892.059 against DKK -2.916.231 last year. Management considers the net profit or loss for the year to be according to expectations.

Events occurring after the end of the financial year

No material events have occurred after the closing of the financial year.

Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2025</u>	<u>2024</u>
Gross profit	-34.429	-17.960
Other operating expenses	<u>0</u>	<u>-1.650.124</u>
Operating profit	-34.429	-1.668.084
Other financial income from group enterprises	2.731.761	4.092.389
Other financial income	60	19.417
3 Other financial expenses	<u>-3.589.451</u>	<u>-5.159.727</u>
Pre-tax net profit or loss	-892.059	-2.716.005
4 Tax on net profit or loss for the year	<u>0</u>	<u>-200.226</u>
Net profit or loss for the year	<u>-892.059</u>	<u>-2.916.231</u>
Proposed distribution of net profit:		
Allocated from retained earnings	<u>-892.059</u>	<u>-2.916.231</u>
Total allocations and transfers	<u>-892.059</u>	<u>-2.916.231</u>

Balance sheet at 31 December

All amounts in DKK.

Assets	<u>2025</u>	<u>2024</u>
<u>Note</u>		
Current assets		
Receivables from group enterprises	0	54.528.275
Tax receivables from group enterprises	0	894
Other receivables	<u>4.317</u>	<u>0</u>
Total receivables	<u>4.317</u>	<u>54.529.169</u>
Cash and cash equivalents	<u>15.141</u>	<u>21.519</u>
Total current assets	<u>19.458</u>	<u>54.550.688</u>
Total assets	<u>19.458</u>	<u>54.550.688</u>

Balance sheet at 31 December

All amounts in DKK.

Equity and liabilities

<u>Note</u>	<u>2025</u>	<u>2024</u>
Equity		
Contributed capital	40.000	40.000
Retained earnings	<u>-87.901</u>	<u>-2.529.329</u>
Total equity	<u>-47.901</u>	<u>-2.489.329</u>
Liabilities other than provisions		
Payables to group enterprises	<u>0</u>	<u>56.762.466</u>
Total long term liabilities other than provisions	<u>0</u>	<u>56.762.466</u>
Trade payables	21.535	20.000
Payables to group enterprises	45.824	0
Other payables	<u>0</u>	<u>257.551</u>
Total short term liabilities other than provisions	<u>67.359</u>	<u>277.551</u>
Total liabilities other than provisions	<u>67.359</u>	<u>57.040.017</u>
Total equity and liabilities	<u>19.458</u>	<u>54.550.688</u>

- 1 Uncertainties relating to going concern
- 2 Employee issues
- 8 Contractual obligations and contingencies, etc.

Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 January 2024	40.000	386.902	426.902
Retained earnings for the year	0	-2.916.231	-2.916.231
Equity 1 January 2025	40.000	-2.529.329	-2.489.329
Retained earnings for the year	0	-892.059	-892.059
Group contribution	0	3.333.487	3.333.487
	40.000	-87.901	-47.901

Notes

All amounts in DKK.

	<u>2025</u>	<u>2024</u>
1. Uncertainties relating to going concern		
As the equity represents less than half of the subscribed capital, the company is subject to the Danish Companies Act section 119 regarding loss of capital.		
As disclosed in Note 8 the company has received a claim from a building constructor for app. 15 mill. dkk. which the company disputes and therefore rejected. If the outcome of the disagreement goes against management's expectations, this could lead to a significant uncertainty for going concern for the company.		
2. Employee issues		
Average number of employees	<u>0</u>	<u>0</u>
3. Other financial expenses		
Financial costs, group enterprises	3.579.365	170.551
Other financial costs	<u>10.086</u>	<u>4.989.176</u>
	<u>3.589.451</u>	<u>5.159.727</u>
4. Tax on net profit or loss for the year		
Tax on net profit or loss for the year	0	-894
Adjustment of deferred tax for the year	<u>0</u>	<u>201.120</u>
	<u>0</u>	<u>200.226</u>

Notes

All amounts in DKK.

	<u>31/12 2025</u>	<u>31/12 2024</u>
5. Land and buildings		
Cost 1 January 2025	0	1.047.200
Disposals during the year	<u>0</u>	<u>-1.047.200</u>
6. Property, plant and equipment in progress and prepayments for property, plant and equipment		
Cost 1 January 2025	0	1.650.124
Disposals during the year	<u>0</u>	<u>-1.650.124</u>
Cost 31 December 2025	<u>0</u>	<u>0</u>
Carrying amount, 31 December 2025	<u>0</u>	<u>0</u>
7. Deferred tax assets		
Deferred tax assets 1 January 2025	0	201.120
Deferred tax of the net profit or loss for the year	<u>0</u>	<u>-201.120</u>
	<u>0</u>	<u>0</u>

The company holds tax assets amounting T.DKK 629, pertaining to carried forward tax losses. These deferred tax assets haven't been recognized due to uncertainty.

Notes

All amounts in DKK.

8. Contractual obligations and contingencies, etc.

	DKK in thousands
Other contingent liabilities	<u>15.047</u>
Total contingent liabilities	<u>15.047</u>
Total contractual obligations and contingent liabilities	<u>15.047</u>

Other contingent liabilities:

The Company has received a financial claim t.kr. 15.047 from a building constructor, which the Company disputes and has therefore rejected.

Management assesses that there is no need to recognize a provision in the financial statements. However, as the outcome of the disputes remains subject to uncertainty, the matter has been disclosed as a contingent liability.

Joint taxation

With Waste Plastic Upcycling A/S, company reg. no 41 87 32 64 as administration company, the company is subject to the Danish scheme of joint taxation and unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for the total corporation tax.

The company is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for any obligations to withhold tax on interest, royalties, and dividends.

The jointly taxed enterprises' total known net liability to the Danish tax authorities emerges from the financial statements of the administration company.

Any subsequent adjustments of corporate taxes or withholding tax, etc., may result in changes in the company's liabilities.

Accounting policies

The annual report for Produktionsselskabet WPU Nakskov ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

Recognition and measurement in general

Income is recognised in the income statement concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs are recognised in the income statement, including depreciations amortisations, write-downs for impairment, provisions, and reversals due to changes in estimated amounts previously recognised in the income statement.

Assets are recognised in the statement of financial position when it seems probable that future economic benefits will flow to the company and the value of the asset can be reliably measured.

Liabilities are recognised in the statement of financial position when it is seems probable that future economic benefits will flow out of the company and the value of the liability can be reliably measured.

Assets and liabilities are measured at cost at the initial recognition. Hereafter, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost, allowing a constant effective interest rate to be recognised during the useful life of the asset or liability. Amortised cost is recognised as the original cost less any payments, plus/less accrued amortisations of the difference between cost and nominal amount. In this way, capital losses and gains are allocated over the useful life of the liability.

Upon recognition and measurement, allowances are made for such predictable losses and risks which may arise prior to the presentation of the annual report and concern matters that exist on the reporting date.

Income statement

Gross loss

Gross loss comprises the revenue, changes in inventories of finished goods, and work in progress, own work capitalised, other operating income, and external costs.

Other external expenses comprise expenses incurred for distribution, sales, advertising, administration, premises, loss on receivables, and operational leasing costs.

Other operating expenses

Other operating expenses comprise items of secondary nature as regards the principal activities of the enterprise, including losses on the disposal of intangible and tangible assets.

Accounting policies

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

Tax on net profit or loss for the year

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

The company is subject to Danish rules on compulsory joint taxation of Danish group enterprises.

The current Danish income tax is allocated among the jointly taxed companies proportional to their respective taxable income (full allocation with reimbursement of tax losses).

Statement of financial position

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

In order to meet expected losses, impairment takes place at the net realisable value. The company has chosen to use IAS 39 as a basis for interpretation when recognising impairment of financial assets, which means that impairments must be made to offset losses where an objective indication is deemed to have occurred that an account receivable or a portfolio of accounts receivable is impaired. If an objective indication shows that an individual account receivable has been impaired, an impairment takes place at individual level.

Accounts receivable for which there is no objective indication of impairment at the individual level are evaluated at portfolio level for objective indication of impairment. The portfolios are primarily based on the debtors' domicile and credit rating in accordance with the company's and the group's credit risk management policy. Determination of the objective indicators applied for portfolios are based on experience with historical losses.

Impairment losses are calculated as the difference between the carrying amount of accounts receivable and the present value of the expected cash flows, including the realisable value of any securities received. The effective interest rate for the individual account receivable or portfolio is used as the discount rate.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand.

Accounting policies

Income tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

The company is jointly taxed with consolidated Danish companies. The current corporate income tax is distributed between the jointly taxed companies in proportion to their taxable income and with full distribution with reimbursement as to tax losses. The jointly taxed companies are comprised by the Danish tax prepayment scheme.

Joint taxation contributions payable and receivable are recognised in the statement of financial position as "Tax receivables from group enterprises" or "Income tax payable to group enterprises"

According to the rules of joint taxation, Produktionsselskabet WPU Nakskov ApS is unlimitedly, jointly, and severally liable to pay the Danish tax authorities the total income tax, including withholding tax on interest, royalties, and dividends, arising from the jointly taxed group of companies.

Deferred tax is measured on the basis of temporary differences in assets and liabilities with a focus on the statement of financial position. Deferred tax is measured at net realisable value.

Adjustments take place in relation to deferred tax concerning elimination of unrealised intercompany gains and losses.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation prevailing in the respective countries on the reporting date when the deferred tax is expected to be released as current tax. Changes in deferred tax due to changed tax rates are recognised in the income statement, except for items included directly in the equity.

Deferred tax assets, including the tax value of tax losses allowed for carryforward, are recognised at the value at which they are expected to be realisable, either by settlement against tax of future earnings or by set-off in deferred tax liabilities within the same legal tax unit. Any deferred net tax assets are measured at net realisable value.

Liabilities other than provisions

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