

SAVENCIA FROMAGE & DAIRY NORDICS ApS

Christians Brygge 28

1559 Copenhagen V

CVR No. 34725896

Annual Report

1 January 2023 - 31 December 2023

11. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 21 June 2024

Yves Barbier
Chairman

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Management's Statement

Today, Management has considered and adopted the Annual Report of SAVENCIA FROMAGE & DAIRY NORDICS ApS for the financial year 1 January 2023 - 31 December 2023.

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 assets, liabilities and financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year 1 January 2023 - 31 December 2023.

In our opinion, the 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.

Copenhagen, 21 June 2024

Executive Board

Guillaume Duval
Man. Director

Board of directors

Yves Barbier
Chairman

Emmanuel Grégory Xavier Alexis

Jerome André Coutant

Independent Auditors' Report

To the shareholders of SAVENCIA FROMAGE & DAIRY NORDICS ApS

Opinion

We have audited the financial statements of Savencia Fromage & Dairy Nordics ApS for the financial year 01.01.2023 - 31.12.2023, 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.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2023 and of the results of its operations for the financial year 01.01.2023 - 31.12.2023 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 this auditor's report. 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 audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the financial statements

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

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

Independent Auditors' 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 Entity'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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.

Independent Auditors' Report

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion 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 audit 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 audit 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 the 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.

Copenhagen, 21 June 2024

Deloitte

Statsautoriseret Revisionspartnerselskab

CVR-no. 33963556

Jan Larsen

State Authorised Public Accountant

mne16541

SAVENCIA FROMAGE & DAIRY NORDICS ApS

Company details

Company	SAVENCIA FROMAGE & DAIRY NORDICS ApS Christians Brygge 28 1559 Copenhagen V
Telephone	88510020
Website	www.we-love-cheese.com
CVR No.	34725896
Date of formation	15 October 2012
Registered office	Copenhagen
Board of directors	Yves Barbier Emmanuel Grégory Xavier Alexis Jerome André Coutant
Executive Board	Guillaume Duval, Man. Director
Auditors	Deloitte Statsautoriseret Revisionspartnerselskab Weidekampsgade 6 2300 Copenhagen CVR-no.: 33963556

Management's Review

The Company's principal activities

The Company's principal activities consist in import and export, trading and marketing of any kind of food products.

Development in activities and the financial situation

The Company's Income Statement of the financial year 1 January 2023 - 31 December 2023 shows a result of DKK 3.162.074 and the Balance Sheet at 31 December 2023 a balance sheet total of DKK 36.345.339 and an equity of DKK 9.216.466.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The Annual Report of SAVENCIA FROMAGE & DAIRY NORDICS ApS for 2023 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, with the adoption of individual rules from class C.

The accounting policies applied remain unchanged from last year.

Reporting currency

The Annual Report is presented in Danish kroner.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

General Information

Basis of recognition and measurement

The financial statement have been prepared under the historical cost princip.

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. 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 accrue 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Accounting Policies

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit is a combination of the items of revenue, change in inventories of finished goods, cost of raw materials and consumables and other external expenses.

Revenue

Revenue is recognised in the income statement if the goods have been delivered and the risk has passed to the buyer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised exclusive of VAT and net of sales discounts.

Raw materials and consumables used

Costs for raw materials and consumables comprise the cost of goods purchased less discounts, costs from subcontractors and change in inventories for the year.

Other external expenses

Other external costs include costs for distribution, sales, advertising, administration, premises, loss of debtors etc.

Employee expenses

Employee expenses comprise wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement, pensions and social security costs.

Other employee expenses are recognised in other external expenses.

Amortisation and impairment of intangible assets

Amortisation and impairment of intangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

	Useful life	Residual value
Patents and licenses	8 years	0%

Profit or loss resulting from the sale of intangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, realised and unrealised capital gains and losses and allowances under the tax prepayment scheme.

Tax on net profit for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Accounting Policies

Balance Sheet

Intangible assets

Development costs and internally generated rights are recognised in the profit and loss account as costs in the acquisition year.

Patents and licenses are measured at cost with deduction of accrued amortisation. Patents are amortised on a straight-line basis over the remaining patent period, and licenses are amortised over the contract period, however, for a maximum of 8 years.

An impairment test of acquired intangible assets is performed in the event of indications of a decrease in value. Furthermore, annual impairment tests are performed for ongoing and activated development projects, if any. The impairment test is performed for each individual asset and group of assets, respectively. The assets are written down to the higher of the asset's or asset group's value in use and the net selling price (recoverable amount) in the event that this one is lower than the carrying amount.

Deposits

Deposits are measured at cost.

Inventories

Inventories are measured at cost using weighted average prices. Where the net realisable value is lower than cost, the inventories are written down to this lower value.

The cost of goods for resale, raw materials and consumables are measured at cost, comprising purchase price plus delivery costs.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Impairment of accounts receivables past due is established on individual assessment of receivables.

Prepayments

Prepayments comprises prepaid costs regarding subsequent financial years.

Cash and cash equivalents

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

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

Dividends

Proposed dividends for the year are recognised as a separate item under equity. Proposed dividends are recognised as a liability when approved by the Annual General Meeting.

Accounting Policies

Provisions

Deferred tax

Deferred tax and the associated adjustments for the year are determined according to the balance-sheet liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are recognised at the value at which they are expected to be used, either by elimination in tax on future earnings or by set-off against deferred tax liabilities in enterprises within the same legal entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Liabilities

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

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

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Income Statement

	Note	2023 DKK	2022 DKK
Gross profit		8.899.936	6.603.383
Employee benefits expense	1	-5.032.063	-5.102.954
Depreciation of intangible assets recognised in profit or loss		-53.943	-53.943
Profit from ordinary operating activities		3.813.930	1.446.486
Finance income from group enterprises		633.887	672.631
Finance income	2	991.152	211.087
Finance expenses arising from group enterprises		-373	-122
Finance expenses	3	-1.372.926	-1.556.861
Profit from ordinary activities before tax		4.065.670	773.221
Tax expense on ordinary activities	4	-903.596	-176.453
Profit		3.162.074	596.768
Proposed distribution of results			
Proposed dividend recognised in equity		2.814.810	3.000.000
Retained earnings		347.264	-2.403.232
Distribution of profit		3.162.074	596.768

SAVENCIA FROMAGE & DAIRY NORDICS ApS

Balance Sheet as of 31 December

	Note	2023 DKK	2022 DKK
Assets			
Acquired concessions, patents, licenses, trademarks and similar rights	5	40.451	94.394
Intangible assets		40.451	94.394
Deposits		65.250	65.250
Investments		65.250	65.250
Fixed assets		105.701	159.644
Manufactured goods and goods for resale		1.141.085	1.082.705
Inventories		1.141.085	1.082.705
Short-term trade receivables		17.466.110	15.795.076
Short-term receivables from group enterprises		1.772	1.772
Short-term tax receivables		0	447.682
Other short-term receivables		2.076.940	1.528.619
Prepayments		154.554	133.975
Receivables		19.699.376	17.907.124
Cash and cash equivalents		15.399.177	18.761.655
Current assets		36.239.638	37.751.484
Assets		36.345.339	37.911.128

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Balance Sheet as of 31 December

	Note	2023 DKK	2022 DKK
Liabilities and equity			
Contributed capital		3.700.000	3.700.000
Retained earnings		2.701.656	2.354.392
Proposed dividend recognised in equity		2.814.810	3.000.000
Equity		9.216.466	9.054.392
Provisions for deferred tax		8.899	20.767
Provisions		8.899	20.767
Debt to banks		19.787	22.593
Trade payables		3.511.391	4.226.444
Payables to group enterprises		19.761.938	20.817.104
Tax payables		287.464	0
Other payables		3.539.394	3.769.828
Short-term liabilities other than provisions		27.119.974	28.835.969
Liabilities other than provisions within the business		27.119.974	28.835.969
Liabilities and equity		36.345.339	37.911.128
Contingent liabilities	6		
Collaterals and assets pledged as security	7		
Related parties	8		

SAVENCIA FROMAGE & DAIRY NORDICS ApS

Statement of changes in Equity

	Contributed capital	Retained earnings	Proposed dividend recognised in equity	Total
Equity 1 January 2023	3.700.000	2.354.392	3.000.000	9.054.392
Proposed dividend	0	-2.814.810	2.814.810	0
Dividend paid	0	0	-3.000.000	-3.000.000
Profit (loss)	0	3.162.074	0	3.162.074
Equity 31 December 2023	3.700.000	2.701.656	2.814.810	9.216.466

The share capital has remained unchanged since the foundation.

Notes

	2023	2022
1. Employee benefits expense		
Wages and salaries	4.910.506	4.980.809
Post-employment benefit expense	113.233	118.540
Social security contributions	8.324	3.605
	5.032.063	5.102.954
Average number of employees	5	5
2. Finance income		
Other interest income	270.644	27.068
Exchange rate gain	720.508	184.019
	991.152	211.087
3. Finance expenses		
Exchange rate loss	1.178.361	1.323.295
Interest & bank charges	194.565	233.566
	1.372.926	1.556.861
4. Tax expense		
Taxes on income	915.464	188.320
Changes in deferred taxes	-11.868	-11.867
	903.596	176.453
5. Intangible assets		
Cost at the beginning of the year	431.536	431.536
Cost at the end of the year	431.536	431.536
Depreciation and amortisation at the beginning of the year	-337.142	-283.199
Amortisation for the year	-53.943	-53.943
Impairment losses and amortisation at the end of the year	-391.085	-337.142
Carrying amount at the end of the year	40.451	94.394

6. Contingent liabilities

The company has lease obligations of DKK 645.518 per 31st of december 2023

7. Collaterals and securities

No securities or mortgages exist at the balance sheet date.

Notes

8. Related parties

Savencia Fromage & Dairy Nordics ApS is a part of the group where Eurospecialities Foods B.V. Netherland (before SFD Europarticipations B.V.) is the ultimate parent company and where the consolidated financial statements can be obtained upon request.

Eurospecialities Foods B.V. Netherland
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