

## **European Fur Elite ApS**

Homarken 17

6857 Blåvand

CVR No. 35528768

## **Annual Report 2024**

The Annual Report was presented and  
adopted at the Annual General Meeting of  
the Company on 30 June 2025

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Jan Pedersen  
Chairman



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## **Management's Statement**

Today, Management has considered and adopted the Annual Report of European Fur Elite ApS for the financial year 1 January 2024 - 31 December 2024.

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

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position of the Company at 31 December 2024 and of the results of the Company's operations for the financial year 1 January 2024 - 31 December 2024.

The conditions for not conducting an audit of the Financial Statement have been met.

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

Lemvig, 30 June 2025

### **Executive Board**

Jan Pedersen  
Manager

Chun Kei Alex Lau  
Manager

## **Auditors' Report on Compilation of Financial Statements**

### **To the Management of European Fur Elite ApS**

We have compiled the accompanying financial statements of European Fur Elite ApS for the financial year 1 January 2024 - 31 December 2024 based on the information you have provided.

These financial statements comprise a summary of significant accounting Policies, income statement, balance sheet, statement of change in equity and notes.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statement Act. We have complied with relevant requirements under the Danish Act on Approved auditors and Audit Firms and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) including principles of integrity, objectivity, professional competence and due care.

The Financial Statement and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or review conclusion on whether the financial statements are prepared in accordance with the Danish Financial Accounts Act.

Ringsted, 30 June 2025

**Sønderup I/S**  
**Statsautoriserede revisorer**  
CVR-no. 31824559

Ole Rygaard Andersen  
Registered Public Accountant  
mne32755

## Income Statement

	Note	2024 kr.	2023 kr.
<b>Gross profit</b>	1	<b>-249.874</b>	<b>258.360</b>
Employee benefits expense	2	-741.832	-720.997
Depreciation and write-downs, fixed assets		-78.681	-163.447
<b>Profit from ordinary operating activities</b>		<b>-1.070.387</b>	<b>-626.084</b>
Finance income		193.291	4.757
Finance expenses		-3.148	-19.107
<b>Profit from ordinary activities before tax</b>		<b>-880.244</b>	<b>-640.434</b>
<b>Profit</b>		<b>-880.244</b>	<b>-640.434</b>
<b>Proposed distribution of results</b>			
Retained earnings		-880.244	-640.434
<b>Distribution of profit</b>		<b>-880.244</b>	<b>-640.434</b>

**Balance Sheet as of 31 December**

	Note	2024 kr.	2023 kr.
<b>Assets</b>			
Land and buildings		1.232.854	1.286.140
Fixtures, fittings, tools and equipment		79.999	25.394
<b>Property, plant and equipment</b>		<u>1.312.853</u>	<u>1.311.534</u>
<b>Fixed assets</b>		<u>1.312.853</u>	<u>1.311.534</u>
Raw materials and consumables		1.047.900	5.992.560
<b>Inventories</b>		<u>1.047.900</u>	<u>5.992.560</u>
Short-term receivables from group enterprises		305.675	160.675
Short-term receivables from participating interests		4.132.582	3.642.582
Other receivables		485.001	497.158
<b>Receivables</b>		<u>4.923.258</u>	<u>4.300.415</u>
<b>Cash and cash equivalents</b>		<u>5.476.262</u>	<u>4.030.502</u>
<b>Current assets</b>		<u>11.447.420</u>	<u>14.323.477</u>
<b>Assets</b>		<u>12.760.273</u>	<u>15.635.011</u>

**Balance Sheet as of 31 December**

	Note	2024 kr.	2023 kr.
<b>Liabilities and equity</b>			
Contributed capital		90.000	90.000
Retained earnings		-4.990.960	-4.110.717
<b>Equity</b>		<b>-4.900.960</b>	<b>-4.020.717</b>
Payables to group enterprises		12.543.736	13.618.736
<b>Long-term liabilities other than provisions</b>		<b>12.543.736</b>	<b>13.618.736</b>
Trade payables		25.693	25.693
Payables to group enterprises		2.791.166	2.788.514
Other payables		2.300.638	2.722.786
Payables to shareholders and management		0	500.000
<b>Short-term liabilities other than provisions</b>		<b>5.117.497</b>	<b>6.036.992</b>
<b>Liabilities other than provisions within the business</b>		<b>17.661.233</b>	<b>19.655.728</b>
<b>Liabilities and equity</b>		<b>12.760.273</b>	<b>15.635.011</b>
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## Statement of changes in Equity

	<b>Contributed capital</b>	<b>Retained earnings</b>	<b>Total</b>
Equity 1 January 2024	90.000	-4.110.717	-4.020.717
Profit (loss)	0	-880.244	-880.244
<b>Equity 31 December 2024</b>	<b>90.000</b>	<b>-4.990.961</b>	<b>-4.900.961</b>

The share capital has remained unchanged for the last 5 years.

## Notes

	2024	2023
<b>1. Special items</b>		
Covid-19 kompensation - Mink	0	753.100
	<b>0</b>	<b>753.100</b>
<b>2. Employee benefits expense</b>		
Wages and salaries	844.351	822.745
Social security contributions	8.999	6.619
Other employee expense	-118.646	-115.348
	<b>734.704</b>	<b>714.016</b>
Average number of employees	2	2

### 3. Unusual matters

Management has had difficulty in assessing the total final financial consequences of the COVID 19 outbreak and its possible effect on the company.

Management expects ample liquidity for next year's operations.

The annual financial statements has thus been prepared in accordance with the principle of continued operation.

Reference is also made to the note Uncertainty in recognition and measurement

### 4. Uncertainty connected with recognition or measurement

The mink farms are recognized in the balance sheet with a value of 1.233 t.kr and machines and fixtures with a value of 80 t.kr. These assets are valued at normal impairment based on the company's normal accounting policies. As mentioned above, the company's activity has been forcibly shut down by the authorities in connection with the general closure of Danish mink farms, and the application possibilities for the mink farm are unknown.

Investments in group companies are also greatly affected as a result of Covid- 19. The activity in the group company are closely related to the activity in the Danish farms. As a consequence of production of mink in Denmark being shut down, the management has decided to write-down the investment in the group companies to 0 t.kr.

The company expects to be covered by the compensation schemes that are being worked on from a political point of view, but as the scope of these compensation schemes is partly unknown, there is thus uncertainty associated with the valuation of the mink farm as well as production facilities and machinery.

In the course of the year 2023 it has been possible to apply for compensation from the Danish authorities in connection with the closure of the Danish mink industry in November 2020.

Basically, this compensation process consists of calculating the compensation amount for the value of the company's fixed assets as well as the lost future earnings.

The company has currently made some preliminary assessments and calculations regarding the expected compensation that it expects to receive. These assessments have not yet been completed, which is why this compensation has not yet been applied for and thus the level of the total expected compensation is not yet known.

## Notes

2024

2023

Based on the model put forward by the Danish authorities, there is a prospect that the company is entitled to a total compensation that clearly exceeds the booked value of "Property, plant and equipment" of DKK 1.312.853. This annual report does not include any share of the profit that the company expects to achieve from this.

### **5. Contingent liabilities**

The company has a tax loss. The deferred tax liability associated therewith is enabled.

The value of the tax asset amounts to TDKK 1.013.

The company is liable for the total tax of jointly taxed Danish companies.

### **6. The Company's principal activities**

The company's main activity is to operate a minkfarm.

## **Accounting Policies**

The annual report of European Fur Elite ApS for 2024 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

### **Basis of recognition and measurement**

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

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 amortized cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortization, 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 financial statement, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

## **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, work in progress and goods for resale, other operating income, costs for 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 excluding VAT and all discounts granted are recognised in revenue.

### **Raw materials and consumables used**

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

### **Other external expenses**

Other external expenses include expenses for distribution, sales, advertising, administration, premises, bad debts, operating leasing expenses etc.

## Accounting Policies

### Staff costs

Staff costs include wages and salaries including compensated absence and pension to the Companies employees, as well as other social security contributions etc.

Other staff expenses are recognised in other external expenses.

### Financial income and expenses

Financial income and expenses are recognised in the income statement based at the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, financial expenses of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies, repayment on mortgage loans, and surcharges and allowances under the advance-payment of tax scheme.

Dividends from other investments are recognised as income in the financial year in which the dividends are declared.

### 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.

## Balance sheet

### Property, plant and equipment

Property, plant and equipment are measured at cost on initial recognition and subsequently at cost less accumulated depreciation and impairment losses.

The depreciable amount is calculated taking into consideration the residual value of the asset at the end of its useful life, reduced by impairment losses, if any. The depreciation period and the residual value are determined at the data of acquisition. If the residual value exceeds the carrying amount of the asset, depreciation is discontinued.

In case of changes in depreciation period or residual value, the effect of a change in depreciation period is recognised prospectively in accounting estimates.

Cost includes the purchase price and expenses directly related to the acquisition until the time when the asset is ready for use. The cost of self-constructed assets includes costs for materials, components, subcontractors, direct payroll costs and indirect production costs.

The cost of composite asset is disaggregated into components, which are separately depreciated if the useful lives of the individual component differ.

Depreciation is calculated using the straight-line method over the following estimated useful lives of the individual assets and their residual values:

	<b>Useful life</b>	<b>Residual value</b>
Properties	33 years	0-5%
Other fixtures and fittings, tools and equipment	3-10 years	0%

Gains or losses arising from the disposal of property, plant and equipment are determined as the difference between the selling price less selling costs and the carrying amounts at the time of sale. Gains or losses are recognised in the income statement as other operating income or other operating expense.

Property, plant and equipment held under leases and qualifying as finance leases are treated according to the same guidelines as assets owned.

## **Accounting Policies**

The carrying amounts of property plant and equipment are tested annually to determine whether there is any indication of impairment other than what is expressed by amortization and depreciation. If so, the assets are tested for impairment to determine whether the recoverable amounts are lower than the carrying amounts and the relevant assets are written down to such lower recoverable amounts. An impairment test is carried out annually of ongoing development projects, whether or not there is any indication of impairment.

The recoverable amount of an asset is determined as the higher of the net sales price and the value in use. Where the recoverable amount of the individual assets cannot be determined, the assets are grouped together into the smallest group of assets that can be estimated to determine an aggregate reliable recoverable amount for those units.

### **Inventories**

Inventories are measured at cost on the basis of the FIFO principle. Where the net realizable value is lower than cost, the inventories are written down to this lower value.

The net realizable value of inventories is calculated as the selling price less costs of completion and costs incurred to make the sale. The value is determined taking into account the negotiability of inventories, obsolescence and expected development in sales price.

### **Receivables**

Receivables are measured at amortized 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.

### **Accrued income, assets**

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

### **Equity**

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

### **Deferred tax**

Deferred tax and the associated adjustments for the year are determined according to the 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 crystallize as current tax.

### **Current tax liabilities**

Current tax liabilities and current tax receivables are recognised in the balance sheet as estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

### **Other payables**

Other payables are measured at amortized 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.