



**Scandinavian Medical Solutions  
ApS**

Gasværksvej 46, 1.  
9000 Aalborg  
CVR No. 39901749

**Annual report 01.10.2019 -  
30.09.2020**

The Annual General Meeting adopted the  
annual report on 27.11.2020

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**Jens Krohn**

Chairman of the General Meeting

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# Entity details

## Entity

Scandinavian Medical Solutions ApS

Gasværksvej 46, 1.

9000 Aalborg

CVR No.: 39901749

Registered office: Aalborg

Financial year: 01.10.2019 - 30.09.2020

## Executive Board

Jens Krohn

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Østre Havnepromenade 26, 4th floor

9000 Aalborg

# Statement by Management

The Executive Board have today considered and approved the annual report of Scandinavian Medical Solutions ApS for the financial year 01.10.2019 - 30.09.2020.

The annual report is presented in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the Entity's financial position at 30.09.2020 and of the results of its operations for the financial year 01.10.2019 - 30.09.2020.

I believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

I recommend the annual report for adoption at the Annual General Meeting.

Aalborg, 27.11.2020

**Executive Board**



Jens Krohn

# Independent auditor's extended review report

## To the shareholders of Scandinavian Medical Solutions ApS

### Conclusion

We have performed an extended review of the financial statements of Scandinavian Medical Solutions ApS for the financial year 01.10.2019 - 30.09.2020, 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 30.09.2020 and of the results of its operations for the financial year 01.10.2019 - 30.09.2020 in accordance with the Danish Financial Statements Act.

### Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

### 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, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

### Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

**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 extended review 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 extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Aalborg, 27.11.2020

**Deloitte**

Statsautoriseret Revisionspartnerselskab

CVR No. 33963556



**Sami Nikolai El-Galaly**

State Authorised Public Accountant

Identification No (MNE) mne42793

# Management commentary

## **Primary activities**

The company's principal activities comprises of sales of preused medical equipment and other related activities at the discretion of the Executive Board.

## **Development in activities and finances**

The Company's profit for the year amounts to DKK 4,511 thousand (2018/19: 3,039 thousand).

Despite the Covid-19 pandemic, Scandinavian Medical Solutions has proven its financial solidity, momentum and dedication to ensure a continued steady supply of medical imaging products to our customers worldwide.

We believe this reflected well among our customers, especially in retrospect, and that we have not only proven our ability to perform in extremely demanding and difficult circumstances, but also acquired a not insignificant amount of reputation and goodwill.

In terms of the financial results, the management is pleased with a strong, positive result, and significantly grew both the top- and bottom line of the business relative to the previous fiscal year.

That same trend is believed by management to bridge in to 2021 with the same steady growth pattern from 2020.

## **Events after the balance sheet date**

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Despite the Covid-19 pandemic, management is confident that financial statements will not be impacted in 2021.

## Income statement for 2019/20

	Notes	2019/20 DKK	2018/19 DKK
<b>Gross profit/loss</b>		<b>7,362,245</b>	<b>4,788,920</b>
Staff costs	1	(1,373,219)	(867,059)
Depreciation, amortisation and impairment losses		(24,157)	(24,158)
<b>Operating profit/loss</b>		<b>5,964,869</b>	<b>3,897,703</b>
Other financial income		130,927	9,866
Other financial expenses		(277,905)	(4,524)
<b>Profit/loss before tax</b>		<b>5,817,891</b>	<b>3,903,045</b>
Tax on profit/loss for the year		(1,306,776)	(864,316)
<b>Profit/loss for the year</b>		<b>4,511,115</b>	<b>3,038,729</b>
<b>Proposed distribution of profit and loss</b>			
Retained earnings		4,511,115	3,038,729
<b>Proposed distribution of profit and loss</b>		<b>4,511,115</b>	<b>3,038,729</b>



## Balance sheet at 30.09.2020

### Assets

	Notes	2019/20 DKK	2018/19 DKK
Other fixtures and fittings, tools and equipment		24,157	48,314
<b>Property, plant and equipment</b>	2	<b>24,157</b>	<b>48,314</b>
Deposits		28,800	0
<b>Other financial assets</b>		<b>28,800</b>	<b>0</b>
<b>Fixed assets</b>		<b>52,957</b>	<b>48,314</b>
Manufactured goods and goods for resale		3,606,267	2,686,407
Prepayments for goods		0	100,037
<b>Inventories</b>		<b>3,606,267</b>	<b>2,786,444</b>
Trade receivables		2,051,055	2,171,329
Deferred tax		3,654	1,000
Other receivables		475,432	192,924
Prepayments		210,445	112,856
<b>Receivables</b>		<b>2,740,586</b>	<b>2,478,109</b>
<b>Cash</b>		<b>10,661,669</b>	<b>4,056,961</b>
<b>Current assets</b>		<b>17,008,522</b>	<b>9,321,514</b>
<b>Assets</b>		<b>17,061,479</b>	<b>9,369,828</b>

**Equity and liabilities**

	Notes	2019/20 DKK	2018/19 DKK
Contributed capital	3	100,000	100,000
Retained earnings		4,780,377	3,038,729
<b>Equity</b>		<b>4,880,377</b>	<b>3,138,729</b>
Bank loans		88,972	66,076
Prepayments received from customers		1,584,331	0
Trade payables		8,119,620	5,261,003
Payables to shareholders and management		15,000	0
Income tax payable		1,025,357	865,316
Joint taxation contribution payable		1,149,389	0
Other payables		198,433	38,704
<b>Current liabilities other than provisions</b>		<b>12,181,102</b>	<b>6,231,099</b>
<b>Liabilities other than provisions</b>		<b>12,181,102</b>	<b>6,231,099</b>
<b>Equity and liabilities</b>		<b>17,061,479</b>	<b>9,369,828</b>
Unrecognised rental and lease commitments	4		
Contingent liabilities	5		
Assets charged and collateral	6		

## Statement of changes in equity for 2019/20

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	100,000	3,038,729	3,138,729
Purchase of treasury shares	0	(2,769,467)	(2,769,467)
Profit/loss for the year	0	4,511,115	4,511,115
<b>Equity end of year</b>	<b>100,000</b>	<b>4,780,377</b>	<b>4,880,377</b>

# Notes

## 1 Staff costs

	2019/20 DKK	2018/19 DKK
Wages and salaries	1,244,819	752,559
Pension costs	128,400	114,500
	<b>1,373,219</b>	<b>867,059</b>
Average number of full-time employees	2	1

## 2 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	72,472
<b>Cost end of year</b>	<b>72,472</b>
Depreciation and impairment losses beginning of year	(24,158)
Depreciation for the year	(24,157)
<b>Depreciation and impairment losses end of year</b>	<b>(48,315)</b>
<b>Carrying amount end of year</b>	<b>24,157</b>

## 3 Treasury shares

	Number	Nominal value DKK	Share of contributed capital %	Purchase/ (selling) price DKK
Treasury shares	50,000	50,000	50	2,769,467
<b>Investments acquired</b>	<b>50,000</b>	<b>50,000</b>	<b>50.00</b>	
Treasury shares	50,000	50,000	50	
<b>Holding of treasury shares</b>	<b>50,000</b>	<b>50,000</b>	<b>50.00</b>	

Own held shares are acquired in relation to a shareholders resignation of ownership.

**4 Unrecognised rental and lease commitments**

The Entity has entered operating lease agreements with payments of approximately 14,975 DKK pr. month. The leases has a residual maturity of 22 months with a residual liability of 329,450 DKK.

Furthermore, the Entity has entered rental agreements with payments of approximately 33,238 DKK. The rents has a residual maturity of 34 and 6 months with a residual liability of 333,825 DKK.

**5 Contingent liabilities**

The Entity participates in a Danish joint taxation arrangement where J. Krohn Holding ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

**6 Assets charged and collateral**

All bank debt is secured by pledge in the own held shares of 50,000 DKK nominal. Furthermore, the debt is also secured by corporate mortgage of 1,500,000 DKK, the carrying amount of corporate mortgage amount to 5,710,279 DKK. Bank debt comprises of 88,972 DKK at the balance sheet date.

# Accounting policies

## Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

## Income statement

### Gross profit or loss

Gross profit or loss comprises revenue and external expenses.

### Revenue

Revenue from the sale of goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

### Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

### Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc.

### Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

### Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to equipment comprise depreciation for the financial year.

### Other financial income

Other financial income comprises exchange gains on securities, payables and transactions in foreign currencies, and amortisation of financial assets.

### Other financial expenses

Other financial expenses comprise exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

### Tax on profit/loss for the year

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 the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with all Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

### **Balance sheet**

#### **Property, plant and equipment**

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	3 years
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Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

#### **Inventories**

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

#### **Receivables**

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

#### **Deferred tax**

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

#### **Prepayments**

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

#### **Cash**

Cash comprises bank deposits.

#### **Treasury shares**

Acquisition and selling prices and dividends for treasury shares are classified directly as equity under retained earnings. Gains and losses on sale are not recognised in the income statement.

**Other financial liabilities**

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

**Prepayments received from customers**

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.

**Income tax receivable or payable**

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

**Joint taxation contributions payable or receivable**

Current joint taxation contributions receivable or joint taxation contributions payable are recognised in the balance sheet, calculated as tax computed on the taxable income of the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.