Brickshare AIFM A/S

Amaliegade 21D, st., Copenhagen

CVR no. 39 32 82 32

Annual report for 2020

Adopted at the board meeting on 12 may 2021

David Svante Hansen
Chairman of the general meeting

Contents

	Page
Company details	1
Statements	
Statement by Management on the annual report	2
Independent Auditor's report	3
Financial highlights	
Financial highlights	6
Management's review	
Management's review	7
Financial statements	
Income statement and statement of comprehensive income 1 January 2020 - 31 December 2020	11
Balance sheet 31 December 2020	12
Statement of Changes in Equity for 2020	13
Notes to the annual report	14
Accounting Policies	20

Company details

Company	Brickshare AIFM A/S Amaliegade 21D, st. DK-1256 Copenhagen K Central business register no.: 39328232 FT no.: 23160
Reporting period	1 January 2020 - 31 December 2020
Financial year	1 January - 31 December
Board of directors	Nina Riisgaard Lauritsen, chairperson Troels Bülow-Olsen Johan Lorenzen
Management	David Svante Hansen, CEO
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup
Financial Supervisory Authority	Finanstilsynet Århusgade 110 DK-2100 Copenhagen Ø

Statement by Management on the annual report

The Board of Directors and Management have today discussed and approved the annual report of Brickshare AIFM A/S for the financial period 1 January 2020 - 31 December 2020.

The annual report is prepared in accordance with the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions, investment companies, etc.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2020 and of the results of the Company's operations for the financial period 1 January 2020 - 31 December 2020.

In our opinion, Management's review includes a fair review of developments in the Company's operations and financial position and describes the significant risks and uncertainty factors that may affect the Company.

Management recommends that the annual report should be approved at the Board meeting.

Copenhagen, May 12 2021

Management

David Svante Hansen
CEO

Board of directors

Nina Riisgaard Lauritsen Chairperson	Troels Bülow-Olsen	Johan Lorenzen

Independent Auditor's report

To the shareholders of Brickshare AIFM A/S

Opinion

We have audited the financial statements of Brickshare AIFM A/S for the financial period 1 January 2020 - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity, notes and summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2020 and of the results of the Company's operations for the financial period 1 January 2020 - 31 December 2020 in accordance with the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions, investment companies, etc.

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' 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 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 Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc., 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 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.

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. 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.

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 Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc.

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 Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc. We did not identify any material misstatement in Management's review.

Copenhagen, May 12 2021
PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
CVR no. 33 77 12 31

Kaare von Cappeln
state authorised public accountant
mne11629

Jakob Thisted Binder
state authorised public accountant
mne42816

Financial highlights

The development of the Company may be described by means of the following financial highlights:

	2020 DKK ('000)	2019 DKK ('000)	2018 DKK ('000)
Key figures			
Administration fee	1,804	5,034	0
Costs for employees and administration	-7,918	-3,381	0
Profit/loss before financial income and expenses	-5,972	1,654	-274
Profit/loss for the period	-5,983	1,364	-216
Equity	2,196	2,448	1,084
Total assets	5,687	5,225	1,084
Financial ratios			
Solvency ratio	39%	47%	100%
Return on equity before tax	-257%	71%	-26%
Return on equity after tax	-258%	56%	-20%
Average number of employees	9	5	0
Number of funds under management	1	1	0
Number of sub-funds under management	14	14	0
Assets under management	318,000	182,312	0

Management's review

Business activities
Brickshare AIFM A/S ("the Company") is an Alternative Investment Fund Manager ("AIFM") focusing on real estate management.

The Company provides a range of regulatory compliant services for Alternative Investment Funds ("AIF") in the areas of portfolio management, risk management and compliance.

Business review
2020 marks the second year of operations since the Company obtained its license as AIFM and was appointed fund manager for Brickshare Invest AIF-SIKAV.

Revenue originates from management fees from AIF, which for 2020 amounted to DKK 1,804,442.

Staff expenses and administration for the period were 7,918,429 DKK off which DKK 5,210,399 is staff-related and DKK 1,793,927 regards other external expenses, which consists of fees for FSA, lawyers, auditors etc.

The income statement of the Company for 2020 shows a loss of DKK 5,983,461 and at 31 December 2020 the balance sheet shows equity of DKK 2,196,438.

The negative result on the Company's income statement is a consequence of the Board's and Management's conservative approach to new investments in market conditions that were considered unpredictable during 2020 due to the global pandemic. Further, the Company has focused on attracting top talent and increased the cost base despite of the lack of income. This disposition is based on readying the Company to 2021, where the uncertainty is perceived to be gone and the Company can thus commence scaling within real estate investments and the new investment strategies.

The result for 2020 is therefore as expected.

Expectations for the coming year
In 2021, the focus of the Company will be to invest the committed funds from Brickshare Invest AIF-SIKAV and to initiate management of the newly established The Many Wind AIF-SIKAV, The Many Sun AIF-SIKAV and The Many Property AIF-SIKAV.

The Management of the Company expects a significantly higher turnover for 2021 compared to 2020 as a result of an increase in asset under management due to a new sourcing strategy based on partnerships, a strong pipeline and new compartments in the underlying AIF and the launch of the new AIFs with the infrastructure investment strategies.

Business and financial risks
The Company is not exposed to special risks other than usual business risk for real estate and infrastructure investments.

The business risk is primarily related to the underlying funds and their investment via the compartments. These risks include market uncertainty in terms of sourcing prudent assets and securing reasonable financing for such investments. Market uncertainty, especially with regards to financing opportunities due to the global pandemic affected the result for 2020 as mortgage bond interests rose fast. The results for 2020 is, however, not deemed to be subject to other substantial business or financial risks.

Management's review

Improvement notices from the Danish FSA
In June 2020 Brickshare AIFM A/S was subject to an inspection from the AML office of the Danish Financial Services Authority ("DSFA").
The inspection was conducted on the basis of data from the period after which the company was granted its license on 28 February 2019 and until February 2020.
On the basis of the inspection the DFSA issued four improvement notices in November 2020 and sat a date for the Company to comply. The improvement notices were complied with immediately and the Company notified the DFSA of the measures adopted to comply with the improvement notices who in turn concluded that improvement notices issued by the AML office of the DFSA to the DFSA's satisfaction subsequent to the reporting period.

In June 2020, the DFSA also conducted an inspection in the Company with regards to the matters of portfolio management, risk management, compliance and valuation. On the basis of the inspection, the DFSA issued four improvement notices insofar the board meetings, the valuation function, the risk function and the compliance function.
The improvement notices were issued in December 2020, while the Company had adopted a number of measures in pursuance of the inspection during August and September 2020, including adoption of a new valuation policy, a financial risk management policy and new investment policy and procedures to implement the board's policies.
DFSA was notified of the new measures adopted in connection with the application of an expansion of the previous AIFM license to also include infrastructure investment strategies. In addition, the Company has reported to the DFSA of the adopted measures in their entirety, including new valuation policies and procedures, risk management policies and procedures including stress testing procedures, etc. It is the management's expectation that the follow-up and adopted measures are prone to satisfy the DFSA and eliminate the basis of the improvement notices, pending DFSA's final approval.

In January the Company has further strengthened its organisation mainly in regards to the risk management function.

Capital Ressources
The Company's equity at 31 December 2020 amounts to DKK 2,196,438, which exceeds the capital requirements as per 31 December 2020 at DKK 929,913 (EUR 125,000) with DKK 1,266,525. Based on the annual report for 2020, the capital base as of 2021 must amount to at least 25% of the previous years fixed costs of DKK 7,918,429 corresponding to DKK 1,979,607.

Significant events occurring after end of reporting period
The Company obtained a license to manage alternative investment funds with infrastructure investment strategies in February 2021.

The Company has established closed-ended funds in April 2021. and the Company has complied with four improvements.

The Company has moreover within the stipulated time frame informed the DFSA of the measures adopted in order to comply with the DFSA's improvement notices insofar board meetings, valuation, risk management and compliance.

No other events have occurred after the balance sheet date which could significantly affect the Company's financial position.

Management and directorships
The board of Directors consists of three members, a Chairman and two Board Members, as presented in the section below regarding the Director's affiliations. The Management consists of the CEO.

Nina Riisgaard Lauritsen, Chairperson
Board member since 2019

Member of the Board of Directors
The Many A/S

CEO of:
Capital Law CPH Advokater I/S
NRL Advokatanpartsselskab

Troels Bülow-Olsen
Board member since 2019

Member of the Board of Directors
Jutlander Bank A/S
AP Ejendomme A/S, chairman
The Many A/S, chairman

Other management duties
Opendo A/S
BülowOlsen & Co. ApS
BO Holding 2018 ApS
WeBrick A/S
Rendo Aps
Geotermisk Operatørselskab A/S
The Many A/S

Johan Lorenzen
Board member since 2019

Member of the Board of Directors
The Many A/S
SPIIR A/S, chairman
kompasbank a/s, chairman
The Many A/S

Grandhood ApS, chairman
Grandhood Fondsmæglerselskab A/S, chairman

Other management duties
Enduro Invest IVS

David Svante Hansen
CEO since 2020

Board member of:
Sydhavn Ejendomme A/S, chairman
Nørrebro Ejendomme A/S, chairman
Ørestad Ejendomme II A/S, chairman
MESSINAVEJ A/S, chairman

CEO of:
Empafi IVS
The Many Holding ApS
Hellmann & Levinzon Capital IVS
Zauber holding ApS

Income statement and statement of comprehensive income
1 January 2020 - 31 December 2020

	Note	2020 DKK	2019 DKK
Administration fee	2	**1,804,442**	**5,034,445**
Other operating income		141,877	0
Staff expenses and administration	3	-7,918,429	-3,380,558
Profit/loss before financial income and expenses		**-5,972,110**	**1,653,887**
Financial income	4	0	100,880
Financial expenses	5	-11,351	-6,333
Profit/loss before tax		**-5,983,461**	**1,748,434**
Tax	6	0	-384,643
Net profit/loss for the period		**-5,983,461**	**1,363,791**

Statement of comprehensive income

Other comprehensive income		0	0
Total comprehensive income		**0**	**0**

Distribution of total comprehensive income

Retained earnings	-5,983,461	1,363,791
	-5,983,461	**1,363,791**

Balance sheet 31 December 2020

	Note	2020 DKK	2019 DKK
Assets			
Receivables from funds under management		0	346,686
Deferred tax asset		0	0
Other receivables	7	3,565,895	2,315,458
Receivables		**3,565,895**	**2,662,144**
Cash at bank and in hand	8	**2,121,378**	**2,563,339**
Assets total		**5,687,273**	**5,225,483**
Liabilities and equity			
Share capital	9	500,000	500,000
Retained earnings		1,696,438	1,947,545
Equity		**2,196,438**	**2,447,545**
Debt to funds under management		335,445	1,734,748
Current tax liabilities		0	323,840
Other payables	10	3,155,389	719,350
Total liabilities		**3,490,834**	**2,772,938**
Liabilities and equity total		**5,687,273**	**5,225,483**
Capital Resources	1		
Contingent assets, liabilities and other financial obligations	11		
Related parties and ownership	12		
Fee to auditors appointed at the general meeting	13		
Financial risks and policies and targets for managing these	14		

Statement of Changes in Equity 2020

	Shared capital DKK	Retained Earnings DKK	Total DKK
Equity at 1 January 2020	500,000	1,947,545	2,447,545
Capital contribution	0	5,732,355	5,732,355
Net profit/loss for the period	0	-5,983,461	-5,983,461
Equity at 31 December 2020	**500,000**	**1,696,438**	**2,196,438**

Notes

1 Capital Resources

The Company's equity at 31 December 2020 amounts to DKK 2,196,438, which exceeds the capital requirements as per 31 December 2020 at DKK 929,913 (EUR 125,000) with DKK 1,266,525. Based on the annual report for 2020, the capital base as of 2021 must amount to at least 25% of the previous years fixed costs of DKK 7,918,429 corresponding to DKK 1,979,607.

	2020 DKK	2019 DKK
2 Administration fee		
Fund Nordvest	1,098,994	3,110,831
Fund Vanløse – Valby – Sydhavn	339,814	1,923,615
Fund Frederiksberg	140,064	0
Fund Hovedstaden 1	65,052	0
Fund Single units	160,518	0
	1,804,442	**5,034,446**
3 Staff expenses and administration		
Wages and salaries	5,210,399	1,482,445
Pensions	0	3,000
Other social security costs	19,773	5,112
Special payroll tax based on total payroll	894,330	173,443
Other administration expenses	1,793,927	1,716,558
	7,918,429	**3,380,558**
Average number of employees	**9**	**5**

Notes

Hereof remuneration to management and board of directors:

Management and material risk takers	2020 DKK	2019 DKK
Fixed	750,000	312,500
Variable	0	0
	750,000	**312,500**
Number of employees in the above	2	2
Board of directors:		
Fixed	0	60,000
Variable	0	0
	0	**60,000**
Number of employees in the above	0	3

Depositary fee is paid by the AIF.

4 Financial income

Interest received from group enterprises	0	100,880
	0	**100,880**

5 Financial expenses

Credit institutions	11,351	6,175
Other financial costs	0	158
	11,351	**6,333**

Notes

		2020 DKK	2019 DKK
6	**Taxes**		
	Current tax for the year	0	323,840
	Deferred tax for the year	0	60,803
	Tax on profit/loss	**0**	**384,643**
	Current tax rate	22%	22.0%
	Non-deductible items	0	0
	Average effective rate of tax	**0%**	**22%**
	Deferred tax asset 1 January 2020	0	60,803
	Tax loss carry-forward, adjustment	0	-60,803
	Deferred tax asset 31 December 2020	**0**	**0**
7	**Other receivables**		
	Demand		
	Up to and including three months	3,565,895	200,578
	More than three months and up to and including one year	0	2,114,880
	More than one year and up to and including five years	0	0
	More than five years	0	0
		3,565,895	**2,315,458**
8	**Cash at bank and in hand**		
	Cash deposits with banks	2,121,378	2,563,339
		2,121,378	**2,563,339**

Notes

9 Equity

The share capital consists of A-shares, each a nominal value of DKK 1.

	Nominal Value
A-shares of DKK 1	500,000

Each A-share carries one vote of nominally DKK 1.

DKK 948,651 of initial capital is placed on a separate account to comply with the capital requirements pursuant to the FAIF-act, cf. section 16(1).

DKK 1,172,727 is placed on interim investor accounts, which are distributed to the underlying fund upon confirmation of investors.

	2020 DKK	2019 DKK
10 Other Payables		
Up to and including three months	2,472,725	357,391
More than three months and up to and including one year	470,882	257,923
More than one year and up to and including five years	211,782	104,036
More than five years	0	0
	3,155,389	**719,350**

11 Contingent assets, liabilities and other financial obligations

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 TM Capital IVS, 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

12 Related parties and ownership

The Many A/S
Amaliegade 21D, st.
DK-1256 Copenhagen K
100% direct owner of shares

Hellmann & Levinzon Capital IVS
Amaliegade 21D, st
DK-1256 Copenhagen K
53,61% indirect owner of shares

TM Capital ApS
Fortunvej 38,
DK-2920 Charlottenlund
29,48% indirect owner of shares

Zauber Holding ApS
Esplanaden 36, 1. Tv
DK-1263 Copenhagen K
24,12% indirect owner of share

Thomas Midtgaard
Fortunvej 38,
DK-2920 Charlottenlund
29,48% indirect owner of shares

David Svante Hansen
Esplanaden 36, 1. Tv
DK-1263 Copenhagen K
24,12% indirect owner of shares

Transactions

Controlling parties:
The Many A/S, Copenhagen DK:
- Transactions in P&L: License fee of DKK 1.1m.
- Transactions in equity: Capital contribution of DKK 5.7m
- Outstanding balance 31 December 2020 is a net receivable of DKK 3.6m.

	2020 DKK	2019 DKK
13 Fee to auditors appointed at the general meeting		
Audit fee	118,750	62,500
Other assurance engagements	0	0
Tax advisory services	0	109,375
Other services	0	125,000
	118,750	**296,875**

Notes

14 Policies and targets for managing financial risks

Brickshare AIFM A/S ("Company) is not deemed subject to any direct financial risks. However, through its status as appointed Fund Manager for Brickshare Invest AIF-SIKAV, which purpose is to invest, directly or indirectly, in rental properties the Company is indirectly exposed to business risk within real estate.

The main risks within the Fund and its underlying funds are illiquidity and weak market trends.

Property investments are per se deemed illiquid as it can take time to sell a real estate asset at a price agreed upon by buyer and seller. The illiquidity risk can impact in cases where the redemption of a higher number of investors is conditioned on the realisation of the real estate assets since, at the limit, the investors may lose their investment if the asset cannot be realised.

The Company implements adequate liquidity management systems which enable it to monitor the liquidity risk. Actions to solidify the Fund will be taken if viewed prudent.

The real estate sector is exposed to the general state of the global and local economy, i.e. lending standard, interest rates etc. The Company implements adequate risk management systems in order to identify, measure, manage and monitor appropriately all risks.

Accounting Policies

The annual report of Brickshare AIFM A/S for 2020 has been prepared in accordance with the Danish Alternative Investment Fund Managers Act including the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of Alternative Investment Funds, and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions, investment companies, etc.

The annual report for 2020 is presented in DKK.

The accounting policies applied remain unchanged from last year.

Basis of recognition and measurement

Income is recognised on the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

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

Liabilities are recognised on the balance sheet when it is probable that future economic benefits will flow from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at fair value unless different method is described below for each asset and liability.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised on the income statement as financial income or financial expenses. If foreign currency transactions are considered cash flow hedges, the value adjustments are recognised directly in equity.

Income statement

Administration fee
Revenue from management and placement fee is recognised on the income statement in the financial period.

Staff expenses and administration
Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the Company's employees. Administration includes cost for purchase of services, audit, FAIF-application etc.

Other operating income
Other operating income comprises items of a secondary nature to the main activities of the Company, including gains and losses on the sale of intangible assets and property, plant and equipment.

Financial income and expenses
Financial income and expenses are recognised in the income statement with the amounts relating to the financial period. Net financials include interest income and expenses, foreign currency gains and losses.

Tax on profit/loss for the period
Tax for the period, which comprises the current tax charge for the period and changes in the deferred tax charge, is recognised in the income statement for the period.

The Company is jointly taxed with TM Capital IVS. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

Balance sheet

Receivables

Receivables are measured in the balance sheet at amortised cost, which corresponds to nominal value less provisions for bad debts.

Cash at bank and in hand

Cash at bank and in hand comprise cash.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised on the balance sheet as the estimated tax on the taxable income for the period.

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Financial debts

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

Financial ratios

Solvency ratio	=	$\frac{\text{Equity}}{\text{Total assets}}$
Return on equity before tax	=	$\frac{\text{Net profit before tax}}{\text{Avg. equity}}$
Return on equity after tax	=	$\frac{\text{Net profit after tax}}{\text{Avg. equity}}$
Asset under management	=	Total assets in the Alternative Investment Fund under management.