

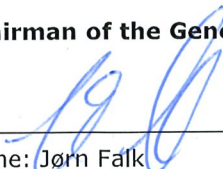
Team Rynkeby Fonden

Vestergade 30
5750 Ringe, Danmark
Business Registration No
DK35318798

Annual report 01.09.2018 - 31.08.2019

The Annual General Meeting adopted the annual report on 05.12.2019

Chairman of the General Meeting



Name: Jørn Falk

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Entity details

Entity

Team Rynkeby Fonden
Vestergade 30
5750 Ringe, Danmark

Central Business Registration No (CVR): DK35318798
Registered in: Faaborg-Midtfyn
Financial year: 01.09.2018 - 31.08.2019

Board of Directors

Peter Frank Andersen, chairman of the board
Allan Agerholm
Jørn Falk
Lars Simper
Lone Brandt
Magnus Berendtsson
Torsten Fröhlich

Executive Board

Carl Erik Dalbøge

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Papirfabrikken 26
8600 Silkeborg, Danmark

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Team Rynkeby Fonden for the financial year 01.09.2018 - 31.08.2019.

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 Fund's financial position at 31.08.2019 and of the results of its operations for the financial year 01.09.2018 - 31.08.2019.

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

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


Ringe, 05.12.2019

Executive Board

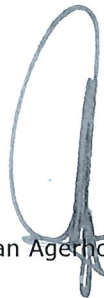


Carl Erik Dalbøge

Board of Directors



Peter Frank Andersen
chairman of the board



Allan Agerholm



Jørn Falk



Lars Simper



Lone Brandt



Magnus Berendtsson
BERENDTSSON



Torsten Fröhlich

Independent auditor's report

To the shareholders of Team Rynkeby Fonden

Opinion

We have audited the financial statements of Team Rynkeby Fonden for the financial year 01.09.2018 - 31.08.2019, 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 Fund's financial position at 31.08.2019 and of the results of its operations for the financial year 01.09.2018 - 31.08.2019 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 Fund in accordance with the International Ethics Standards Board of 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 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 Fund'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.

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:

Independent auditor's report

- 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 Fund'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 Fund'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.

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 under the Danish Financial Statements Act.

Independent auditor's report

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 of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Silkeborg, 05.12.2019

Deloitte

Statsautoriseret Revisionspartnerselskab

Central Business Registration No (CVR) 33963556



Troels Løvschall

State Authorised Public Accountant

Identification No (MNE) mne32206

Management commentary

Primary activities

It is determined that the absolute purpose of the Team Rynkeby Foundation has been and continues to be providing support, grants and donations for charitable and non-profit purposes; this is done in practice by carrying out a large number of activities related to the annual cycling trip to Paris in July, in addition to the Team Rynkeby School Run.

The large amount of money is raised by the following activities:

1. Sale of sponsorships – especially sponsorships in which the company name/logo is displayed in one of a total of 54 cycling teams
2. The Team Rynkeby School Run – an exercise concept held in the early spring at a large number of schools in Denmark, Finland, Sweden and Norway
3. A variety of events – lectures, spinning, golf tournaments, concerts, etc., for the purpose of making money for the foundation's primary purpose
4. Through activation of our own special collection platform – MyCollection
5. Other donations and contributions from foundations and private individuals

The substantial funds go in their entirety to Børnecancerfonden in Denmark, Barncancerfonden in Sweden, AMU and Sylva in Finland, Barnekreftforeningen in Norway, the Styrktarfélag Krabbameinssjúkra Barna in Iceland and Deutsche Kinderkrebsstiftung in Germany for the amounts collected in these countries, all for research and support for children with cancer and their families.

As for the substantial funds derived from the Team Rynkeby School Run in Denmark, these go to Børnelungefonden.

It should be mentioned that the money raised in the Faroe Islands is raised 'outside' the Team Rynkeby Foundation, but this is done in close cooperation with the local organisation, the Faroe Islands Cancer Society, and controlled by an external auditor.

In addition to these revenues, some revenues go directly to the organisations concerned through various national fundraising efforts such as lotteries, private donations and the like. These revenues are included in the total fundraising result.

It is possible to donate 100% of the substantial funds to the selected organisations because the primary costs of the Team Rynkeby Foundation (remuneration, communications, meeting and transport expenses, IT, etc.) are all covered by a special sponsorship from Rynkeby Foods/Marli/Bramhults/Eckes-Granini. Eckes-Granini owns all of the companies concerned. In addition, there are a number of other sponsors that cover quite a few other operating costs in the form of support vehicles, fuel, food and the like.

Development in activities and finances

The Foundation's result shows a profit of 70.216 t.DKK compared to 64.241 t.DKK for the 2017/18 season. This is considered very satisfactory. We are also experiencing positive development with the School Run, though not in Denmark, where we are still challenged in terms of the decrease in fundraising on the part of the many participating pupils and their sponsors.

We have therefore entered into an agreement with a consultant to revitalise the School Run in Denmark.

Management commentary

It is extremely satisfying to see continued growth in all countries – and in Denmark, despite the continued increasing competition, we have succeeded in maintaining the large donations and fundraising for Børnecancerfonden.

The fund expects to be able to present a total of 69.835 t.DKK distributed as follows: 22.036 t. DKK for Børnecancerfonden in Denmark, 6.371 t.DKK for Børnelungefonden in Denmark, 27.450 t.DKK for Barncancerfonden in Sweden and 1.048 t.DKK for Sylva in Finland, 4.478 t.DKK for AMU in Finland and 6.039 t.DKK for Barnekreftforeningen in Norway, 1.271 t.DKK for the Styrktarfélag Krabbameinssjúkra Barna in Iceland and finally, 1.142 t.DKK for Deutsche Kinderkrebsstiftung – based on the financial results for the financial year 2018/19. 100% of the total funds of the Foundation are distributed, but 381 t.DKK is transferred to the next financial year, which can be attributed to price differences per 31/08/2019 upon recognition of the funds collected in the 2018/19 annual report. It is therefore not a question of savings in the Foundation, only accounting adjustments.

The cycling trip to Paris in the summer of 2019 involved 19 Danish teams, 16 Swedish teams, 7 Finnish teams, 1 team from the Faroe Islands, 1 team from Iceland, 9 Norwegian teams and a new team from Germany – or the equivalent of approx. 1.960 cyclists and approx. 500 volunteers.

In addition to the money from the Foundation, Børnecancerfonden in Denmark received an additional 990 t.DKK via direct support from sponsors or donations as well as from a nationwide lottery and other similar events conducted by the many volunteers on Team Rynkeby. Børnecancerfonden in Denmark has thus received a total of 23.026 t.DKK from 2018/19 activities related to Team Rynkeby.

As far as Team Rynkeby in Sweden is concerned, Barncancerfonden – in addition to the direct support – has received 847 t.DKK via its own fundraising at Barncancerfonde.se, etc. Thus, the total donation to Barncancerfonden is 28.297 t.DKK (41.135 t.SEK) based on Team Rynkeby 2018/19.

Similarly, Sylva and AMU in Finland – in addition to the above-mentioned distribution from the Team Rynkeby Foundation – have also received direct support in the form of 1.429 t.DKK for Sylva and 1.302 t.DKK for AMU. Thus, the total donation to Sylva of 2.477 t.DKK (332 t.EUR) and AMU of 5.780 t.DKK (775 t.EUR) is based on Team Rynkeby 2018/19.

In addition to the above-mentioned distribution from the Foundation, Barnekreftforeningen in Norway has received a further 3.424 t.DKK. Thus, the total donation to Barnekreftforeningen is 9.463 t.DKK (12.739 t.NOK) based on Team Rynkeby 2018/19.

Deutsche Kinderkrebsstiftung in Germany has, in addition to the above-mentioned distribution from the Team Rynkeby Foundation, received a further 53 t.DKK. Thus, the total donation to Deutsche Kinderkrebsstiftung is 1.195 t.DKK (160 t.EUR) based on Team Rynkeby 2018/19.

In ALL countries other than Denmark, our fundraising has surpassed the previous year's fundraising results.

Management commentary

Profit/loss for the year in relation to expected developments

Overall, our total fundraising has increased by nearly DKK 6 million, which is very satisfactory in all respects. Thus the project succeeded in setting an entirely new and impressive record of roughly EUR 9,4 million – an increase of 9,3% over the previous season.

Outlook

For the upcoming season, the number of participating teams has been expanded by 1 in Finland, by 1 very exciting new team from Zürich and by an international team consisting of Eckes-Granini employees in Lithuania, Hungary, Spain and France – complemented by experienced Team Rynkeby participants from Rynkeby Foods and an experienced Danish team captain.

In practice, this means that we are now represented in an impressive 11 countries.

We found it necessary to postpone the launch of our exciting new project aimed at the many previous participants due to a number of IT and resource challenges. Nevertheless, in late September 2019, we will be ready to present Team Rynkeby Cycling Club with a new identity and a range of exciting initiatives and opportunities.

Statutory report on corporate social responsibility

The entire concept of the Team Rynkeby Foundation, and the work to contribute to the battle against critical illness in children (primarily by providing research assistance) and support for families, is in every aspect a charitable project and purpose. The idea behind Team Rynkeby is 100% based on taking significant social responsibility – certainly in relation to critically ill children, but also because the many participants are doing something good for themselves in the form of a healthy lifestyle and getting plenty of exercise. The commitment and social cohesion on the many teams is the very foundation of the project, and this is the primary reason for our continued growth and success. What is unique about Team Rynkeby can be found in the social aspect, the sense of community. And it is one of the primary reasons for the high level of satisfaction on the part of our many participants.

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. However, it should be mentioned that the funds raised have been distributed after the end of the financial year at six separate events in Denmark, Sweden, Finland, Iceland, Norway and Germany, respectively.

Income statement for 2018/19

	<u>Notes</u>	<u>2018/19</u> <u>DKK</u>	<u>2017/18</u> <u>DKK</u>
Revenue		77.878.216	71.599.505
Other external expenses		<u>(4.845.638)</u>	<u>(4.608.187)</u>
Gross profit/loss		73.032.578	66.991.318
Staff costs	1	(2.601.654)	(2.479.969)
Depreciation, amortisation and impairment losses		<u>(56.848)</u>	<u>(30.400)</u>
Operating profit/loss		70.374.076	64.480.949
Other financial income		21.859	1.402
Other financial expenses		<u>(180.272)</u>	<u>(241.174)</u>
Profit/loss before tax		70.215.663	64.241.177
Tax on profit/loss for the year		<u>0</u>	<u>0</u>
Profit/loss for the year		<u>70.215.663</u>	<u>64.241.177</u>
Proposed distribution of profit/loss			
Retained earnings		<u>70.215.663</u>	<u>64.241.177</u>
		<u>70.215.663</u>	<u>64.241.177</u>

Balance sheet at 31.08.2019

	<u>Notes</u>	<u>2018/19 DKK</u>	<u>2017/18 DKK</u>
Other fixtures and fittings, tools and equipment		319.651	332.668
Property, plant and equipment	2	<u>319.651</u>	<u>332.668</u>
Fixed assets		<u>319.651</u>	<u>332.668</u>
Trade receivables		485.376	90.143
Other receivables		0	5.262
Prepayments		394.845	372.522
Receivables		<u>880.221</u>	<u>467.927</u>
Cash		<u>72.257.364</u>	<u>66.973.278</u>
Current assets		<u>73.137.585</u>	<u>67.441.205</u>
Assets		<u>73.457.236</u>	<u>67.773.873</u>

Balance sheet at 31.08.2019

	<u>Notes</u>	<u>2018/19 DKK</u>	<u>2017/18 DKK</u>
Contributed capital		500.000	500.000
Provision for distributions		69.834.405	63.846.887
Retained earnings		<u>1.580.640</u>	<u>1.768.220</u>
Equity		<u>71.915.045</u>	<u>66.115.107</u>
Trade payables		359.182	530.979
Income tax payable		18.500	18.500
Other payables		<u>1.164.509</u>	<u>1.109.287</u>
Current liabilities other than provisions		<u>1.542.191</u>	<u>1.658.766</u>
Liabilities other than provisions		<u>1.542.191</u>	<u>1.658.766</u>
Equity and liabilities		<u>73.457.236</u>	<u>67.773.873</u>
Contingent liabilities	3		

Statement of changes in equity for 2018/19

	Contributed capital DKK	Provision for distributions DKK	Retained earnings DKK	Total DKK
Equity beginning of year	500.000	63.846.887	1.768.220	66.115.107
Ordinary distributions	0	(64.415.725)	0	(64.415.725)
Exchange rate adjustments	0	568.838	(568.838)	0
Profit/loss for the year	0	69.834.405	381.258	70.215.663
Equity end of year	500.000	69.834.405	1.580.640	71.915.045

Notes

	2018/19	2017/18
	DKK	DKK
1. Staff costs		
Wages and salaries	2.395.847	2.279.560
Pension costs	184.129	176.999
Other social security costs	21.678	23.410
	2.601.654	2.479.969
Average number of employees	3	3

	Other fixtures and fittings, tools and equipment DKK
2. Property, plant and equipment	
Cost beginning of year	360.068
Additions	357.651
Disposals	(360.068)
Cost end of year	357.651
Depreciation and impairment losses beginning of year	(27.400)
Depreciation for the year	(45.600)
Reversal regarding disposals	35.000
Depreciation and impairment losses end of year	(38.000)
Carrying amount end of year	319.651

3. Contingent liabilities

Team Rynkeby Fonden has contracted with its bicycle, hotel and clothing supplier for production and delivery for the Paris trip until 2020. Also contract with marketing consultants have been established for the Paris trip until 2020.

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.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Fund, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Fund has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Fund, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

Revenue from the sale of sponsorship, donations and collections etc. is recognised in the income statement on an ongoing basis in connection with invoicing.

Other external expenses

Other external expenses include expenses relating to the Fund's ordinary activities, including expenses for stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Accounting policies

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for fund staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to tangible fixed assets comprise depreciation, amortisation and impairment losses for the financial year, as well as gains and losses from the sale of tangible fixed assets.

Other financial income

Other financial income comprises interest income, including interest income from bank deposits, transactions in foreign currencies etc.

Other financial expenses

Other financial expenses comprise interest expenses, including payables and transactions in foreign currencies 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.

Balance sheet

Property, plant and equipment

Other plant and fixtures and fittings are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

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 plant and fixtures and fittings	Based on the term of agreement
---------------------------------------	--------------------------------

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.

Receivables

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

Accounting policies

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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

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.