

Pedersen & Grobelnik ApS

Hjemstedsadresse: Bakkegårdsvej 304, DK-3050 Humlebæk

CVR-number 16 15 10 76

Annual Report 2022

Financial year: 01.01.2022 – 31.12.2022

Approved at the annual general meeting of shareholders on 29 / 6 2023

Johnny Percy Pedersen
Chairman

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Company Information

The Company	Pedersen & Grobelnik Bakkegårdsvej 304 DK-3050 Humlebæk
Executive Board	Henrik Grobelnik Johnny Percy Pedersen
Auditors	Aaen & Co. statsautoriserede revisorer p/s Kongevejen 3 DK-3000 Helsingør
Bank	Nordea Jylland Vest Erhvervscenter Østergade 4-6 DK-7400 Herning
Financial year	1 january - 31 december 2022

Information on calculation of key figures and financial ratios

Key figures t.kr.	2022	2021	2020/21	2019/20	2018/19
	(9 months)				
Gross margin	42.744	43.715	43.885	25.020	25.384
Profit (loss) from ordinary operating activities	11.617	21.526	16.240	3.139	2.489
Interest net	(2.846)	(75)	767	(748)	(762)
Profit for the year	6.936	16.927	13.237	1.967	1.316
Fixed assets	29.073	24.356	25.400	20.354	15.527
Current assets	126.132	103.665	78.179	72.798	64.340
Total assets	155.205	128.021	103.579	93.152	79.867
Share capital	500	500	500	500	500
Equity capital	53.489	64.656	54.555	40.882	39.916
Deferred tax	511	-	501	197	59
Long-term debt	18.317	8.362	9.512	11.078	7.861
Short-term debt	82.888	55.003	39.011	40.995	32.031
Total liabilities and equity	155.205	128.021	103.579	93.152	79.867
Ratios :					
Return on net assets	7,5	16,8	15,7	3,4	3,1
Liquidity ratio	152,2	188,5	200,4	177,6	200,9
Solvency ratio	34,5	50,5	52,7	43,9	50,0
Return on equity	11,7	28,4	27,7	4,9	3,3
Number of employees	63	64	61	50	51

Explanation of ratios

Return on net assets:	Profit from operations x 100 / Total assets
Liquidity ratio:	Current assets x 100 / Short-term debt
Solvency ratio:	Equity capital x 100 / Total assets
Return on equity:	Profit for the year x 100 / Average equity capital

Management's Review

The Company's business review

The company's most important activities are operating business with property and lease hereof, included investment and ownership of shares in trade- and production companies.

The financial year

The Pedersen & Grobelnik Group have changed the financial year to the calendar year. The 2021 Annual Report covers the period 1. January – 31 December 2021 (9 months).

Significant changes in the company's activities and financial affairs

The 2022 income statement for the group shows a profit of DKK 6,935,741 compared to last year's profit of DKK 16,926,630 (9 months), and the group's balance sheet states an equity of DKK 53,488,749 as of 31 December 2022.

The result and the financial development in the group is found satisfying and fulfil the managements expectation for the year. Further positive development in the group's activities and revenue is expected for the years to come.

Research and development

ActionSportGames A/S has continued its high level of research and development.

Events after the balance sheet date

No events with significant impact on the financial statement have occurred after 1 January 2023.

Management's Statement on the Annual Report

The Executive Board have today discussed and approved the Annual Report for 1. January – 31 December 2022 of Pedersen & Grobelnik ApS.

The Annual Report was prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the Company's financial position at 31 December 2022 and of the results of Company's operations and cash flows for the financial year then ended.

In our opinion, the Management's review includes a fair review of the matters discussed in the Management review.

We recommend that the Annual Report be approved at the annual general meeting.

Humblebæk, 29 June 2023

Executive Board

Henrik Grobelnik

Johnny Percy Pedersen

Independent auditors' report

To the shareholders of Pedersen & Grobelnik ApS:

Opinion

We have audited the Consolidated Financial Statements and the Parent Company Financial Statements of Pedersen & Grobelnik ApS for the financial year 1. January - 31 December 2022, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for both the Group and the Parent Company, as well as a consolidated statement of cash flows. The Consolidated Financial Statements and the Parent Company Financial Statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the Consolidated Financial Statements and the Parent Company Financial Statements give a true and fair view of the financial position of the Group and the Parent Company at 31 December 2022, and of the results of the Group and Parent Company operations as well as the consolidated cash flows for the financial year 1. January - 31 December 2022 in accordance with the Danish Financial Statements Act.

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 Consolidated Financial Statements and the Parent Company Financial Statements" section of our report. We are independent of the Group 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 rules and 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 Consolidated Financial Statements and the Parent Company Financial Statements

Management is responsible for the preparation of Consolidated Financial Statements and Parent Company 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 Consolidated Financial Statements and Parent Company Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated Financial Statements and the Parent Company Financial Statements, Management is responsible for assessing the Group's and the Parent 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 Consolidated Financial Statements and the Parent Company Financial Statements unless Management either intends to liquidate the Group or the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements and the Parent Company Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements and the Parent Company 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 of accounting information taken on the basis of these Consolidated Financial Statements and Parent Company Financial Statements.

Independent auditors' report

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 Consolidated Financial Statements and the Parent Company 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 Group's and the Parent 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 Consolidated Financial Statements and the Parent Company 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 Group's and the Parent 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 Consolidated Financial Statements and the Parent Company 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 Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Consolidated Financial Statements and the Parent Company Financial Statements, including the disclosures, and whether the Consolidated Financial Statements and the Parent Company Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Our opinion on the Consolidated Financial Statements and the Parent Company 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 Consolidated Financial Statements and the Parent Company Financial Statements, our responsibility is to read the Management's Review and, in doing so, consider whether the Management's Review is materially inconsistent with the Consolidated Financial Statements or the Parent Company Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Independent auditor's report

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management's Review is in accordance with the Consolidated Financial Statements and the Parent Company Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's Review.

Elsinore, 29 June 2023

Aaen & Co. statsautoriserede revisorer p/s

Kongevejen 3, 3000 Helsingør - CVR nummer 33 24 17 63

Søren Appelrod

State Authorised Public Accountant

mne23301

Accounting Policies

Basis of accounting

The 2022 Annual Report of Pedersen & Grobelnik ApS has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class C, medium-size enterprises. The accounting policies applied are unchanged compared to the last year.

Accounting policies are unchanged from previous period.

The financial year consist in 12 months. Last year was 9 months.

The annual report is presented in DKK.

Recognition and measurement

Revenues are recognised in the income statement as earned, which includes recognition of value adjustments of financial assets and liabilities. Furthermore, all expenses incurred, including depreciation, amortisation and impairment losses, are 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 flow 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 will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially 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 maturity period. Amortised cost is calculated as original cost less any deductions and with the addition/deduction of the cumulative amortisation of any difference between cost and the nominal amount. In this way, capital losses and gains are allocated over the maturity period.

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the Annual Report, which confirm or invalidate affairs and conditions existing at the balance sheet date.

Basis of Consolidation

The Consolidated Financial Statements comprise the Parent Company ActionSportGames A/S and subsidiaries in which the Parent Company directly or indirectly holds more than 50% of the votes or in which the Parent Company, through share ownership or otherwise, exercises control.

On consolidation, items of a uniform nature are combined. Elimination is made of intercompany income and expenses, shareholdings, dividends, and accounts as well as of realised and unrealised profits and losses on transactions between the consolidated enterprises.

The Parent Company's investments in the consolidated subsidiaries are set off against the Parent Company's share of the net asset value of subsidiaries stated at the time of consolidation. Remaining positive differences (goodwill) are included on the balance sheet under intangible fixed assets as goodwill, which are amortised on a straight-line basis on the income statement over 5–10 years.

Accounting Policies

Translation policies

Transactions in foreign currencies are converted at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment, are recognised in financial income and expenses in the income statement. If foreign exchange positions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are converted at the exchange rates on the balance sheet date. The difference between the exchange rate on the balance sheet date and the rate at the time of origin of the receivable or debt is recognised in financial income and expenses in the income statement.

Fixed assets purchased in foreign currencies are measured at the exchange rate on the transaction date.

Income statement

Gross profit

Gross profit includes revenue for the year less production costs and less distribution expenses and other external expenses.

Revenue is recognised in the income statement under the percentage-of-completion method. As regards contract work in progress, work in progress is recognised as income according to the stage of completion.

Cost of sales comprises cost incurred to achieve revenue for the year.

Other external expenses comprise expenses for distribution, sale, advertising, administration, premises, bad debts, lease expenses, etc.

Staff costs

Staff costs comprise wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The items is net of refunds made by public authorities.

Other operating income

Other operating income includes items of a secondary nature compared to the core activities of the Company, such as profit from the sale of fixed assets and received contribution to expenses for exploration.

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts relating to the financial year. Financial income and expenses comprise interest income and expenses, realised and unrealised exchange gains and losses concerning debt and transactions in foreign currencies as well as extra payments and repayment under the on-account taxation scheme.

Corporation tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

The entity and its Danish group entities are taxed on a joint basis. The Danish income tax charge is allocated between profit-making and loss-making Danish entities in proportion to their taxable income (full allocation method).

Accounting Policies

Balance sheet

Non – current assets

Intangible fixed assets

Acquired goodwill is measured at cost less accumulated amortisation. Goodwill is amortised on a straight-line basis over the estimated useful life, which is estimated to be 5 years. In determining the economic life, emphasis has been placed on the company's market position, the nature of the company's goods and services and the existing customer base. Management has specifically assessed that this reflects the actual life of goodwill, as this relates to a strategic investment.

Development costs and internally accrued rights, as well as acquired rights and licenses, are measured at cost less accumulated amortisation, or at the recoverable amount, whichever is lower. Development costs are amortised over the life of the product, 3–5 years, while acquired rights are amortised over the remaining patent period, and licenses are amortised over the agreement period, however not exceeding a period of 10 years.

Property, plant and equipment

Land and buildings, technical plant, machinery and other plant, fixtures, fittings, tools and equipment are measured at cost less accumulated depreciation.

Depreciation is based on cost reduced by any expected residual value after the period of use.

Cost comprises the cost of acquisition and expenses directly related to the acquisition up until the time when the asset is ready for use.

Depreciation is calculated on a straight-line basis over the expected useful lives of the assets, which are:

Land and buildings	20 – 40	years
Other plant, fixtures, fittings, tools and equipment	3 – 8	years
Leasehold improvements	5 – 10	years

Gains or losses on sale of property, plant and equipment are calculated as the difference between the sales price less sales expenses and the carrying amount at the time of the sale.

Investments

Deposits, investments are measured at cost.

Accounting Policies

Investments in subsidiaries and associates

The proportionate share of the profit/loss of the individual subsidiaries after tax and full elimination of internal profit/loss and less amortisation of goodwill is recognised in the income statement.

The proportionate share of the profit/loss of the individual associates after tax and full elimination of internal profit/loss and less amortisation of goodwill is recognised in the income statement.

Investments in subsidiaries and associates are recognised in the balance sheet at the proportionate share of the net asset value of the enterprises calculated under the accounting policies of the Parent Company with a deduction or addition of unrealised intercompany profits and losses and with addition or deduction of any remaining value of positive or negative goodwill stated under the purchase method.

Subsidiaries and associates with a negative net asset value are recognized at DKK 0, and any receivables from these enterprises are written down by the Parent Company's share of the negative net asset value to the extent that this is considered irrecoverable. If the negative net asset value exceeds receivables, the remaining amount is recognized in provisions to the extent that the Parent Company has a legal or constructive obligation to cover the subsidiary's losses.

Net revaluation of investments in subsidiaries and associates are transferred to reserve for net revaluation under equity under the equity method to the extent that the carrying amount exceeds the cost less amortization of goodwill.

Inventories

Inventories are measured at cost according to the FIFO method. In case the net realizable value is lower than cost, write-down is made to this lower value.

The cost of goods for resale, raw materials and consumables equals landed cost.

The cost of finished goods and work in progress comprises the cost of raw materials, consumables, direct labour, and direct production costs.

The net realisable value of inventories is stated as sales price less expenses for finalisation and expenses paid to effect sales and is determined considering saleability, obsolescence and development in expected sales price.

Receivables

Receivables are measured at amortised cost which usually corresponds to nominal value. The value is reduced by provision for bad debts.

Prepayments and deferred income

Prepayments include expenses incurred in respect of subsequent financial years.

Cash at bank and in hand

Cash at bank and in the hand comprise cash and bank balances.

Accounting Policies

Dividends

Dividends that are expected to be paid for the year are shown as a separate item under equity. Proposed dividends are recognised as a liability at the time of adoption at the Annual General Meeting.

Corporation tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the balance sheet as calculated tax on the taxable income for the year adjusted for tax on previous years' taxable income as well as for taxes paid on account.

Deferred tax is measured under the balance sheet liability method in respect of all temporary differences between the carrying amount and the tax base of assets and liabilities. In cases, eg concerning shares, where the computation of the tax may be made according to alternative tax rules, deferred tax is measured on the basis of the intended use of the asset or settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, 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 and jurisdiction. Any deferred net tax assets are measured at net realisable value.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement. For this year a tax rate of 22% has been applied.

Debt

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan.

Other debt is measured at amortised cost corresponding to nominal value.

Cash flow statement

The cash flow statement shows the Company's cash flows for the year broken down by operating, investing and financing activities as well as how these cash flows have affected the cash and cash equivalents for the year.

Cash flow from operating activities are presented indirectly and are calculated as the net profit/loss for the year of the Company adjusted for non-cash operating items such as depreciation, amortization, impairment losses and provisions, as well as changes in working capital, interest received and paid, payments concerning extraordinary items and corporation tax paid.

Cash flows from investing activities comprise cash flows from acquisitions and disposals of intangible assets, property, plant and equipment as well as fixed asset investments.

Cash flows from financing activities comprise cash flows from the raising and repayment of long-term debt as well as payment of dividend to the shareholders.

Income statement 1. january - 31. december 2022

		Group		Parent Company	
Note		2022	2021	2022	2021
			(9 months)		(9 months)
	Gross profit	42.743.775	43.714.761	2.896.076	2.306.138
1	Employee expense	27.416.627	19.676.491	0	0
4	Depreciation, amortisation and impairment losses of property, plant and equipment	3.710.366	2.511.945	332.004	249.003
	Profit from ordinary operating activities	11.616.782	21.526.325	2.564.072	2.057.135
13	Income from investments in group enterprises	0	0	3.321.042	11.459.479
2	Other finance income	603.774	537.023	603.774	537.023
3	Other financial expenses	3.449.561	611.990	1.304.889	57.522
	Profit from ordinary activities before tax	8.770.995	21.451.358	5.183.999	13.996.115
5	Tax expense on ordinary activities	1.835.254	4.524.728	409.837	558.052
	Profit	6.935.741	16.926.630	4.774.162	13.438.063
	Result of the group shown as:				
	Result Pedersen & Grobelnik ApS	4.774.162	13.438.063		
	Minority interests	2.161.579	3.488.567		
		6.935.741	16.926.630		

Balance sheet 1. january

Assets

Note	Group		Parent Company	
	2022	2021	2022	2021
7 Goodwill	10.527.310	5.704.614		
8 Acquired patents	402.649	494.281		
9 Completed development projects	4.512.199	3.961.178		
Development projects in progress and prepaym	0	58.010		
Intangible assets	15.442.158	10.218.083	0	0
10 Land and buildings	9.828.384	10.160.388	9.828.384	10.160.388
11 Leasehold improvements	344.172	352.543	0	0
12 Fixtures, fittings, tools and equipment	3.458.696	3.591.519	0	0
Property, plant and equipment	13.631.252	14.104.450	9.828.384	10.160.388
13 Long-term investments in group enterprises	0	0	53.936.644	51.615.602
Other long-term receivables	0	33.717	0	0
Long-term investments	0	33.717	53.936.644	51.615.602
Non-current assets	29.073.410	24.356.250	63.765.028	61.775.990
Inventories	104.621.822	75.617.321	0	0
Short-term trade receivables	9.234.300	11.452.850	2.603	32.783
Short-term receivables from group enterprises	0	0	10.287.046	0
Short-term tax receivables	0	0	264.340	0
Current deferred tax assets	0	66.148	0	0
Other short-term receivables	1.326.932	1.133.498	433.949	279.872
Deferred income assets	991.349	2.270.066	0	0
Receivables	11.552.581	14.922.562	10.987.938	312.655
Other short-term investments	0	3.827.462	0	3.827.462
Cash and cash equivalents	9.957.163	9.297.444	3.048.606	1.602
Current assets	126.131.566	103.664.789	14.036.544	4.141.719
Total assets	155.204.976	128.021.039	77.801.572	65.917.709

Balance sheet 1. january

Liabilities

Note	Group		Parent Company	
	2022	2021	2022	2021
Contributed capital	500.000	500.000	500.000	500.000
Reserve for net revaluation according to equity	0	0	26.788.844	39.400.115
Reserve for development expenditure	3.519.515	3.134.967		
Retained earnings	42.847.758	38.458.144	19.578.429	2.192.996
Proposed dividend recognised in equity	0	12.000.000	0	12.000.000
Shareholders in Pedersen & Grobelnik's share of equity	46.867.273	54.093.111	46.867.273	54.093.111
Minority interests	6.621.476	10.563.120		
Equity	53.488.749	64.656.231	46.867.273	54.093.111
Provisions for deferred tax	511.367	0	72.644	55.089
14 Provisions	511.367	0	72.644	55.089
Long-term mortgage debt	18.317.086	8.361.672	18.317.086	8.361.672
Long-term debt	18.317.086	8.361.672	18.317.086	8.361.672
Short-term mortgage debt	2.084.551	1.570.477	2.084.551	1.570.477
Short-term debt to banks	49.205.985	26.073.313	0	62.553
Short-term tax payables	246.909	5.004.163	0	612.795
Short-term trade payables	15.221.314	14.838.676	0	0
Short-term payables to group enterprises	10.000.000	0	10.000.000	775.154
Other short-term payables	6.129.015	7.516.507	460.018	386.858
Short-term debt	82.887.774	55.003.136	12.544.569	3.407.837
Total debt	101.204.860	63.364.808	30.861.655	11.769.509
Total liabilities and equity	155.204.976	128.021.039	77.801.572	65.917.709
17 Disclosure of mortgages and collaterals				
18 Disclosure of liabilities under off-balance sheet leases				
19 Contingent liabilities				
20 Disclosure of ownership				

Equity

Group equity

	Share capital	Retained earnings	Minority interests	Reserve for development expenditure	Dividends	Dividend
Equity capital at the beginning	500.000	37.494.876	7.656.450	2.903.321	6.000.000	54.554.647
Dividend paid					-6.000.000	-6.000.000
Currency adjustment		-243.149				-243.149
Retained earnings		1.206.417	2.906.670	231.646	12.000.000	16.344.733
Equity capital, ending year	500.000	38.458.144	10.563.120	3.134.967	12.000.000	64.656.231
Equity capital at the beginning	500.000	38.458.144	10.563.120	3.134.967	12.000.000	64.656.231
Dividend paid					-12.000.000	-12.000.000
Currency adjustment		0				0
Retained earnings		4.389.614	-3.941.644	384.548	0	832.518
Equity capital, ending year	500.000	42.847.758	6.621.476	3.519.515	0	53.488.749

Equity

Parent Company equity

	Share capital	Retained earnings	Reserve for net revaluation according to equity method	Dividend	Equity total
Equity capital at the beginning	500.000	9.244.412	31.153.785	6.000.000	46.898.197
Dividend paid				-6.000.000	-6.000.000
Currency adjustment		-243.149			-243.149
Retained earnings	0	-6.808.267	8.246.330	12.000.000	13.438.063
Equity capital, ending year	500.000	2.192.996	39.400.115	12.000.000	54.093.111
Equity capital at the beginning	500.000	2.192.996	39.400.115	12.000.000	54.093.111
Dividend paid				-12.000.000	-12.000.000
Currency adjustment					0
Retained earnings		17.385.433	-12.611.271	0	4.774.162
Equity capital, ending year	500.000	19.578.429	26.788.844	0	46.867.273

There has been no change in the share capital in the past 5 years.

The share capital is divided in 500 units shares of DKK 1.000 A total amount of DKK 500.000.

Group cash flow statement

Note	2022	2021
Profit (loss) from ordinary activities after tax	6.935.741	16.926.630
Decrease (increase) in inventories	-29.004.501	-31.836.183
Decrease (increase) in receivables	3.303.833	2.727.232
Decrease (increase) in trade payables	-1.004.854	8.444.079
Depreciation, amortisation expense and impairment losses of	3.710.366	2.511.945
Adjustments of tax expense	1.835.254	4.524.728
Cash flow from operating activities before finance income (expenses)	-14.224.161	3.298.431
Income taxes paid (refund), classified as operating activities	-7.241.568	-3.304.607
Cash flow from ordinary operating activities	-21.465.729	-6.176
Purchase of intangible assets, classified as investing activities	-2.121.255	-1.781.816
Purchase of property, plant and equipment, classified as investing activities	-704.517	-798.584
Acquisition of enterprise	0	0
Purchase of investments	33.717	-26.846
Cash flows from (used in) investing activities	-2.792.055	-2.607.246
Dividend paid	-12.000.000	-6.000.000
Purchase of investments	-9.800.000	-3.290.438
Sales of investments	3.115.343	0
Other components of cash flows from (used in) financing activities	0	-270.165
Incurrence of debt to group enterprises	10.000.000	0
Incurrence of debt to credit institutions	33.602.160	4.657.179
Cash flows from (used in) financing activities	24.917.503	-4.903.424
Net increase (decrease) in cash and cash equivalents	659.719	-7.516.846
Cash and cash equivalents, beginning balance	9.297.444	16.814.290
Cash and cash equivalents, ending balance	9.957.163	9.297.444

Notes to the annual accounts

	Group		Parent Company	
	2022	2021	2022	2021
		(9 months)		(9 months)
1 Employee benefits expense				
Wages and salaries	25.361.654	18.265.703	0	0
Pensions	1.786.021	1.199.385	0	0
Other costs to social security	268.952	211.403	0	0
Total employee benefits expense	27.416.627	19.676.491	0	0
<i>The average number of employees</i>	63	64	0	0
2 Other financial income				
Financial income	603.774	537.023	603.774	537.023
	603.774	537.023	603.774	537.023
3 Other financial expenses				
Other interest expenses	3.449.561	611.990	1.304.889	57.522
	3.449.561	611.990	1.304.889	57.522
4 Depreciations				
Depreciations, intangible assets	3.378.362	2.262.942	0	0
Depreciations, property, plant and equipm	332.004	249.003	332.004	249.003
	3.710.366	2.511.945	332.004	249.003

Notes to the annual accounts

	Group		Parent Company	
	2022	2021	2022	2021
		(9 months)		(9 months)
5 Tax expense on ordinary activities				
Tax on the taxable income for the year	1.257.739	5.270.607	392.282	612.832
Increase of the provision for deferred tax	577.515	-745.879	17.555	-54.780
	1.835.254	4.524.728	409.837	558.052
6 Proposed distribution of profit:				
Proposed dividend recognised in equity	0	12.000.000	0	12.000.000
Reserve for net revaluation according to equity method	0	0	-12.611.271	8.246.330
Transferred to reserve for development expenditure	384.548	231.646		
Minority interests	2.161.579	3.488.567		
Retained earnings	4.389.614	1.206.417	17.385.433	-6.808.267
Profit for the year distributed	6.935.741	16.926.630	4.774.162	13.438.063
7 Goodwill				
Purchase price, beginning of year	7.366.133	7.366.133		
Additions for the year	5.598.887	0		
Disposals for the year	0	0		
Purchase price, end of year	12.965.020	7.366.133		
Depreciation, beginning of year	1.661.519	635.593		
Correction due to depreciation previous year	0	673.596		
Depreciations for the year	834.554	456.605		
Currency adjustment	-58.363	-104.275		
Reversed depreciation on disposals for the year	0	0		
Depreciations, end of year	2.437.710	1.661.519		
Note book value, end of year	10.527.310	5.704.614		

Notes to the annual accounts

8 Acquired patents

Group

	2022	2021
Purchase price, beginning of year	1.115.837	1.115.837
Additions for the year	0	0
Disposals for the year	0	0
Purchase price, end of year	1.115.837	1.115.837
Depreciation, beginning of year	621.556	549.226
Depreciations for the year	91.632	72.330
Reversed depreciation on disposals for the year	0	0
Depreciations, end of year	713.188	621.556
Note book value, end of year	402.649	494.281

9 Completed development projects

Purchase price, beginning of year	6.640.609	5.428.114
Additions from property, plant and equipment	0	0
Additions for the year	2.121.255	1.212.495
Disposals for the year	0	0
Purchase price, end of year	8.761.864	6.640.609
Depreciation, beginning of year	2.679.431	1.763.918
Additions from property, plant and equipment	0	0
Depreciations for the year	1.570.234	915.513
Reversed depreciation on disposals for the year	0	0
Depreciations, end of year	4.249.665	2.679.431
Note book value, end of year	4.512.199	3.961.178

Notes to the annual accounts

	Group		Parent Company	
	2022	2021	2022	2021
10 Land and buildings				
Purchase price, beginning of year	12.298.307	12.298.307	12.298.307	12.298.307
Additions for the year	0	0	0	0
Disposals for the year	0	0	0	0
Purchase price, end of year	12.298.307	12.298.307	12.298.307	12.298.307
Depreciation, beginning of year	2.137.919	1.888.916	2.137.919	1.888.916
Depreciations for the year	332.004	249.003	332.004	249.003
Reversed depreciation on disposals for the year	0	0	0	0
Depreciations, end of year	2.469.923	2.137.919	2.469.923	2.137.919
Note book value, end of year	9.828.384	10.160.388	9.828.384	10.160.388

	Group	
11 Leasehold improvements		
Purchase price, beginning of year	1.913.726	1.702.792
Decrease from intangible assets	0	0
Additions for the year	100.000	210.934
Disposals for the year	0	0
Purchase price, end of year	2.013.726	1.913.726
Depreciation, beginning of year	1.561.183	1.468.378
Decrease from intangible assets	0	0
Depreciations for the year	108.371	92.805
Currency adjustment	0	0
Depreciations, end of year	1.669.554	1.561.183
Note book value, end of year	344.172	352.543

Notes to the annual accounts

	Group	
	2022	2021
12 Fixtures, fittings, tools and equipment		
Purchase price, beginning of year	7.869.665	7.282.015
Decrease from intangible assets	0	0
Additions for the year	604.517	587.650
Disposals for the year	0	0
Purchase price, end of year	<u>8.474.182</u>	<u>7.869.665</u>
Depreciation, beginning of year	4.278.146	3.552.457
Decrease from intangible assets	0	0
Depreciations for the year	773.571	725.689
Currency adjustment	-36.231	0
Depreciations, end of year	<u>5.015.486</u>	<u>4.278.146</u>
Note book value, end of year	<u>3.458.696</u>	<u>3.591.519</u>

Notes to the annual accounts

13 Long-term investments in group enterprises

specified as follows:

	Parent Company	
	2022	2021
Purchase price	12.215.487	12.215.487
Additions for the year	9.800.000	0
Disposals for the year	0	0
	22.015.487	12.215.487
Value adjustments, beginning of the year	39.400.115	31.153.785
Profit shares for the year	3.787.616	11.459.479
Added value , additions 2022	-5.598.887	0
Currency adjustment	0	-243.149
Dividends	-10.800.000	-2.970.000
	26.788.844	39.400.115
Added value goodwill at 1 January	0	0
Additions in the year	5.598.887	0
Amortisation / depreciation in the year	-466.574	0
Added value goodwill at 31 December	5.132.313	0
Net asset value, end of the year	53.936.644	51.615.602
Profit of capital participation:		
Profit share after tax for the year	3.787.616	11.459.479
Amortisation / depreciation in the year, added value	-466.574	0
	3.321.042	11.459.479

Subsidiary's:

ActionSportsGames A/S Bjergvangen 1, 3060 Espergærde, 100% owned.

ActionSportGames UK Ltd. is included in the consolidation and the Subsidiary is claiming exemption from UK audit under section 479a of the Companies Act 2006.

Notes to the annual accounts

	Group		Parent Company	
	2022	2021	2022	2021
14 Provisions for deferred tax				
Deferred tax beginning of the year	-66.148	500.775	-17.246	37.534
Bought deferred tax during the year	0	178.956		
Change during the year	577.515	-745.879	17.555	-54.780
Deferred tax end of the year	511.367	-66.148	309	-17.246
15 Mortgage debt				
Due after 5 years	10.289.125	2.079.762	10.289.125	2.079.762
Due in 1-5 years	8.027.961	6.281.910	8.027.961	6.281.910
Due in 1 year	2.084.551	1.570.477	2.084.551	1.570.477
	20.401.637	9.932.149	20.401.637	9.932.149
16 Debt to banks				
Due after 5 years	0	0	0	0
Due in 1-5 years	0	0	0	0
Due in 1 year	49.205.985	26.073.313	0	62.553
	49.205.985	26.073.313	0	62.553

17 Disclosure of mortgages and collaterals

As security for the bank engagement of Pedersen & Grobelnik A/S mortgage debt registered to the mortgager of T.DKK 7,225 and T.DKK 5,000 and mortgage of T.DKK t.kr. 835 and t.kr. 3,300 with mortgage in the property at Bjergvangen 1 at a book value of DKK 9,828,384 a mortgage has been given in the property.

As security for bank loan with Nordea in ActionSportGames A/S the company has presented security in of T.DKK 12,500 in assets, plant and equipment, goodwill, inventories and trade receivables.

18 Disclosure of liabilities under off-balance sheet leases

The Company has entered into operation leasing and leasing agreements for the following amounts:

Obligation to pay rent of T.GBP 1,037 until 31 March 2031

Notes to the annual accounts

19 Contingent liabilities

The company, Pedersen & Grobelnik A/S, acts as the management company for the jointly taxed Danish subsidiaries. The company is jointly and severally liable with the other jointly taxed Group companies for payment of withholding taxes payable and for corporation taxes.

The group companies has a general guarantee obligation on delivered products. It is not possible to value this obligation.

20 Disclosure of ownership

The following shareholder are recorded in the Company's register of shareholders as holding minimum 5% of the votes or minimum 5% of the share capital:

Greenhouse Holding ApS, Reykjavikgade 4, 2. th., DK-2300 København S.

Jopi Thofreli Holding ApS, Bakkegårdsvej 304, DK-3050 Humlebæk.

Henrik Grobelnik

Navnet returneret af dansk MitID var:

Henrik René Sunke Grobelnik

Direktør

ID: 3cdc5fca-9038-4b40-a2db-24b89c8bab7e

Tidspunkt for underskrift: 30-06-2023 kl.: 11:54:53

Underskrevet med MitID



Johnny Pedersen

Navnet returneret af dansk MitID var:

Johnny Percy Pedersen

Direktør

ID: 4ad5a57c-ec12-4a71-9c43-c7ce4f7f9d68

Tidspunkt for underskrift: 30-06-2023 kl.: 10:51:38

Underskrevet med MitID



Johnny Pedersen

Navnet returneret af dansk MitID var:

Johnny Percy Pedersen

Dirigent

ID: 4ad5a57c-ec12-4a71-9c43-c7ce4f7f9d68

Tidspunkt for underskrift: 30-06-2023 kl.: 10:51:38

Underskrevet med MitID



Søren Appelrod

Navnet returneret af dansk MitID var:

Søren Appelrod

Revisor

ID: 567330cc-ffe1-4c66-9086-55c3315a7293

Tidspunkt for underskrift: 30-06-2023 kl.: 11:55:51

Underskrevet med MitID

