



OTG-Cani Denmark A/S

Tinvej 1
8940 Randers SV
CVR No. 16703079

Annual report 2019

The Annual General Meeting adopted the
annual report on 15.05.2020

Niels Christen Hjorth Stenild
Chairman of the General Meeting

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Entity details

Entity

OTG-Cani Denmark A/S

Tinvej 1

8940 Randers SV

CVR No.: 16703079

Registered office: Randers

Financial year: 01.01.2019 - 31.12.2019

Board of Directors

Harlan Mc Brier Kent, chairman

Gareth Moore

Kevin Michael Jayson

Niels Christen Hjorth Stenild

Executive Board

Niels Christen Hjorth Stenild

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus C

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of OTG-Cani Denmark A/S for the financial year 01.01.2019 - 31.12.2019.

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 Entity's financial position at 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019.

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.

Randers, 30.04.2020

Executive Board

Niels Christen Hjorth Stenild

Board of Directors

Harlan Mc Brier Kent
chairman

Gareth Moore

Kevin Michael Jayson

Niels Christen Hjorth Stenild

Independent auditor's extended review report

To the shareholders of OTG-Cani Denmark A/S

Conclusion

We have performed an extended review of the financial statements of OTG-Cani Denmark A/S for the financial year 01.01.2019 - 31.12.2019, 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019 in accordance with the Danish Financial Statements Act.

Basis for conclusion

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

Management's responsibilities for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

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

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

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

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

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

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

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

Aarhus, 30.04.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Søren Lassen

State Authorised Public Accountant
Identification No (MNE) mne18520

Management commentary

Primary activities

The Company's activity is sale of angling equipment with the majority of sales in the domestic market.

Development in activities and finances

Profit for 2019 amounted to DKK 499k, which is in line with expectations.

Outlook

The outbreak and spread of COVID-19 at the beginning of 2020 has not yet had a significant impact on the Company's sales. However, due to COVID-19, the Company expects a lower level of activity for the remainder of the year and a lower, but still positive, profit.

The Company has prepared new budgets and cash resources are available for handling a lower level of activity.

Events after the balance sheet date

Reference is made to the description of the company's expectations about COVID-19 above. Apart from this, no events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Income statement for 2019

	Notes	2019 DKK	2018 DKK
Gross profit/loss		4,641,142	5,512,990
Staff costs	1	(3,611,836)	(3,669,902)
Depreciation, amortisation and impairment losses	2	(179,091)	(191,064)
Operating profit/loss		850,215	1,652,024
Other financial income	3	54,700	14
Other financial expenses	4	(315,616)	(227,767)
Profit/loss before tax		589,299	1,424,271
Tax on profit/loss for the year	5	(90,715)	(306,050)
Profit/loss for the year		498,584	1,118,221
Proposed distribution of profit and loss			
Ordinary dividend for the financial year		3,100,000	0
Retained earnings		(2,601,416)	1,118,221
Proposed distribution of profit and loss		498,584	1,118,221

Balance sheet at 31.12.2019

Assets

	Notes	2019 DKK	2018 DKK
Land and buildings		1,332,008	1,414,264
Other fixtures and fittings, tools and equipment		188,470	285,305
Property, plant and equipment	6	1,520,478	1,699,569
Fixed assets		1,520,478	1,699,569
Manufactured goods and goods for resale		794,451	821,447
Inventories		794,451	821,447
Trade receivables		4,643,402	6,891,495
Receivables from group enterprises		2,940,633	189,125
Prepayments		31,839	117,993
Receivables		7,615,874	7,198,613
Cash		5,101,130	3,989,200
Current assets		13,511,455	12,009,260
Assets		15,031,933	13,708,829

Equity and liabilities

	Notes	2019 DKK	2018 DKK
Contributed capital		2,500,000	2,500,000
Retained earnings		2,390,892	4,992,308
Proposed dividend		3,100,000	0
Equity		7,990,892	7,492,308
Deferred tax		126,000	188,000
Provisions		126,000	188,000
Other payables		138,031	0
Non-current liabilities other than provisions	7	138,031	0
Trade payables		170,936	245,306
Payables to group enterprises		4,725,957	3,513,798
Income tax payable		1,102	143,377
Other payables	8	1,879,015	2,126,040
Current liabilities other than provisions		6,777,010	6,028,521
Liabilities other than provisions		6,915,041	6,028,521
Equity and liabilities		15,031,933	13,708,829
Unrecognised rental and lease commitments	9		
Group relations	10		

Statement of changes in equity for 2019

	Contributed capital DKK	Retained earnings DKK	Proposed dividend DKK	Total DKK
Equity beginning of year	2,500,000	4,992,308	0	7,492,308
Profit/loss for the year	0	(2,601,416)	3,100,000	498,584
Equity end of year	2,500,000	2,390,892	3,100,000	7,990,892

Notes

1 Staff costs

	2019	2018
	DKK	DKK
Wages and salaries	3,311,667	3,374,454
Other social security costs	14,392	13,271
Other staff costs	285,777	282,177
	3,611,836	3,669,902
Average number of full-time employees	6	7

2 Depreciation, amortisation and impairment losses

	2019	2018
	DKK	DKK
Depreciation of property, plant and equipment	179,091	176,064
Profit/loss from sale of intangible assets and property, plant and equipment	0	15,000
	179,091	191,064

3 Other financial income

	2019	2018
	DKK	DKK
Financial income from group enterprises	54,688	0
Other financial income	12	14
	54,700	14

4 Other financial expenses

	2019	2018
	DKK	DKK
Financial expenses from group enterprises	0	98,240
Other financial expenses	315,616	129,527
	315,616	227,767

5 Tax on profit/loss for the year

	2019 DKK	2018 DKK
Current tax	157,102	325,050
Change in deferred tax	(24,000)	(19,000)
Adjustment concerning previous years	(42,387)	0
	90,715	306,050

6 Property, plant and equipment

	Land and buildings DKK	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	2,769,459	890,333
Cost end of year	2,769,459	890,333
Depreciation and impairment losses beginning of year	(1,355,195)	(605,028)
Depreciation for the year	(82,256)	(96,835)
Depreciation and impairment losses end of year	(1,437,451)	(701,863)
Carrying amount end of year	1,332,008	188,470

7 Non-current liabilities other than provisions

	Due after more than 12 months 2019 DKK
Other payables	138,031
	138,031

Other payables consists of long-term holiday pay obligation that are expected to be settled in 2021.

8 Other payables

	2019 DKK	2018 DKK
VAT and duties	947,783	872,684
Wages and salaries, personal income taxes, social security costs, etc payable	67,627	104,204
Holiday pay obligation	518,458	687,162
Other costs payable	345,147	461,990
	1,879,015	2,126,040

9 Unrecognised rental and lease commitments

	2019	2018
	DKK	DKK
Liabilities under rental or lease agreements until maturity in total	441,888	196,153

10 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:
SP PF Cayman Holdings I LP, 7 Science Court, Columbia SC 23203

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, though with few reclassifications.

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 Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity 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 Entity, 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. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods, cost of raw materials and consumables and external expenses.

Revenue

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

Cost of sales

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

Other external expenses

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

Staff costs

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

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, and gains and losses from the sale of intangible assets and property, plant and equipment.

Other financial income

Other financial income comprises interest income on receivables from group enterprises, payables and transactions in foreign currencies and tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, payables and transactions in foreign currencies, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Balance sheet**Property, plant and equipment**

Land and buildings, plant and machinery, and other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

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:

Buildings	50 years
Other fixtures and fittings, tools and equipment	2-5 years

Estimated useful lives and residual values are reassessed annually.

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

Inventories

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

Cost consists of purchase price plus delivery costs.

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

Receivables

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

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity.

Deferred tax

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

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

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

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.