

Marriott Hotels Denmark A/S

c/o Kromann Reumert
Sundkrogsgade 5
2100 København Ø
Denmark

CVR no. 21 26 39 07

Annual report 2019

The annual report was presented and approved at the
Company's annual general meeting on

1 May 2020

Henrik Møgelmoose
chairman



Marriott Hotels Denmark A/S
Annual report 2019
CVR no. 21 26 39 07

Contents

| | |
|--|----------|
| Statement by the Board of Directors and the Executive Board | 2 |
| Auditor's report on the compilation of financial statements | 3 |
| Management's review | 4 |
| Company details | 4 |
| Operating review | 5 |
| Financial statements 1 January – 31 December | 6 |
| Income statement | 6 |
| Balance sheet | 7 |
| Notes | 8 |

Marriott Hotels Denmark A/S
Annual report 2019
CVR no. 21 26 39 07

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Marriott Hotels Denmark A/S for the financial year 1 January – 31 December 2019.

The annual report, which has not been audited, is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2019 and of the results of the Company's operations for the financial year 1 January – 31 December 2019.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the annual general meeting.

Copenhagen
Executive Board:

Henrik Møgelmoose

Board of Directors:

Joanna Chugh
Chairman

Reiner Sachau

Henrik Møgelmoose

Management confirms that the Company fulfils the requirements to be exempt of audit.



Auditor's report on the compilation of financial statements

To the Management of Marriott Hotels Denmark A/S

We have compiled the financial statements of Marriott Hotels Denmark A/S for the financial year 1 January – 31 December 2019 based on the Company's bookkeeping records and other information provided by you. The financial statements comprise income statement, balance sheet and notes, including accounting policies.

We performed our work in accordance with ISRS 4410 *Engagements to Compile Financial Statements*.

We have applied our professional expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with the independence and other ethical requirements of the IESBA Codes of Ethics, which is based on fundamental principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion as to whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 1 May 2020

KPMG

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Michael Sten Larsen

State Authorised

Public Accountant

mne10488

Marriott Hotels Denmark A/S
Annual report 2019
CVR no. 21 26 39 07

Management's review

Company details

Marriott Hotels Denmark A/S
c/o Kromann Reumert
Sundkrogsgade 5
2100 København Ø
Denmark

CVR no.: 21 26 39 07
Financial year: 1 January – 31 December

Board of Directors

Joanna Chugh, Chairman
Reiner Sachau
Henrik Møgelmoose

Executive Board

Henrik Møgelmoose

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Denmark

Marriott Hotels Denmark A/S
Annual report 2019
CVR no. 21 26 39 07

Management's review

Operating review

Principal activities

The Company was established for the purpose of running a 5-star hotel - The Copenhagen Marriott Hotel at Kalvebod Brygge in Copenhagen. Currently, the company is not in operation.

Development in activities and financial position

Profit/loss for the year

Loss before tax amounts to DKK 97,287 compared to last years loss before tax amounts to DKK 148,508.

Events after the balance sheet date

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

Financial statements 1 January – 31 December

Income statement

| DKK | Note | 2019 | 2018 |
|--------------------------------------|------|-----------------------|------------------------|
| Gross loss | | <u>-267,380</u> | <u>-322,735</u> |
| Financial income | 2 | 176,394 | 179,854 |
| Financial expenses | | <u>-6,301</u> | <u>-5,627</u> |
| Loss before tax | | <u>-97,287</u> | <u>-148,508</u> |
| Tax on profit/loss for the year | 3 | <u>0</u> | <u>52</u> |
| Loss for the year | | <u><u>-97,287</u></u> | <u><u>-148,456</u></u> |
| Proposed distribution of loss | | | |
| Retained earnings | | <u><u>-97,287</u></u> | <u><u>-148,456</u></u> |

Financial statements 1 January – 31 December

Balance sheet

| DKK | Note | 2019 | 2018 |
|-------------------------------------|------|-------------------|-------------------|
| ASSETS | | | |
| Current assets | | | |
| Receivables | | | |
| Receivables from group entities | | 17,433,142 | 17,233,142 |
| Other receivables | | 0 | 405,877 |
| Corporation tax | | 6,000 | 32,032 |
| | | <u>17,439,142</u> | <u>17,671,051</u> |
| Cash at bank and in hand | | 242,519 | 166,022 |
| Total current assets | | <u>17,681,661</u> | <u>17,837,073</u> |
| TOTAL ASSETS | | <u>17,681,661</u> | <u>17,837,073</u> |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Contributed capital | 4 | 600,000 | 600,000 |
| Retained earnings | | <u>16,983,535</u> | <u>17,080,822</u> |
| Total equity | | <u>17,583,535</u> | <u>17,680,822</u> |
| Liabilities | | | |
| Current liabilities | | | |
| Other payables | | <u>98,126</u> | <u>156,251</u> |
| Total liabilities | | <u>98,126</u> | <u>156,251</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>17,681,661</u> | <u>17,837,073</u> |
| Related party disclosures | 5 | | |
| Average number of employees | 6 | | |

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Marriott Hotels Denmark A/S for 2019 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables, payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statement is recognised in the income statement as financial income or financial expenses.

Income statement

Gross profit

Pursuant to Section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross profit.

Revenue

Revenue consists of base management fees that are recognised according to the terms and conditions established in the base management fee agreement between Marriott Hotels Denmark A/S and Hotelinvest Kalvebod A/S, i.e. when the company is entitled to the fee.

Other external costs

Other external costs comprise distribution costs and costs related to sales, sales campaigns, administration, office premises, operating leases, etc.

Financial income

Other financial income comprise interest income, including interest income on receivables from group entities, net capital gains on transactions in foreign currencies as well as tax relief under the Danish on account tax scheme, etc.

Financial expenses

Other financial expenses comprise interest expenses, net capital losses on transactions in foreign currencies as well as tax surcharge under the Danish on account tax scheme, etc.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Tax on profit/loss for the year

Tax for the year comprise current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expenses relating to the profit/loss for the year is recognised in the income statement at the amount attributable to the profit/loss for the year and directly in equity at the amount attributable to entries directly in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Corporation tax and deferred Tax

Current tax payable or receivable is recognised in the balance sheet as tax computed on the taxable income for the year adjusted for tax on the taxable income of prior years and for tax paid on account.

Cash at bank and in hand

Cash and cash equivalents comprise cash and short-term marketable securities with a term of three months or less which are easily convertible into cash and which are subject to only an insignificant risk of changes in value.

Equity

Dividends

The expected dividends payment for the year is disclosed as a separate item under equity.

Other financial Liabilities

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

Financial statements 1 January – 31 December

Notes

| | 2019 | 2018 |
|--|----------------|----------------|
| DKK | | |
| 2 Financial income | | |
| Interest income from group entities | <u>176,394</u> | <u>179,854</u> |
| 3 Tax on profit/loss for the year | | |
| Adjustment of tax concerning previous years | <u>0</u> | <u>-52</u> |
| | <u>0</u> | <u>-52</u> |
| 4 Equity | | |
| The contributed capital consists of 600 shares of a nominal value of DKK 1,000 each. | | |
| All shares rank equally. | | |
| 5 Related party disclosures | | |
| Marriott Hotels Denmark A/S related parties comprise the following: | | |
| Consolidated financial statements | | |
| Marriott Hotels Denmark A/S is part of the consolidated financial statements of Marriott International Inc, Wilmington, United States. | | |
| The consolidated financial statements of Marriott International Inc. can be obtained by contacting the Company. | | |
| DKK | 2019 | 2018 |
| 6 Average number of employees | | |
| Average number of full-time employees | <u>0</u> | <u>0</u> |