

Ellos Denmark A/S

Sundkrogsgade 21, 2100 Copenhagen Ø

CVR no. 24 92 78 14

Annual report 2020

Approved at the Company's annual general meeting on 18 June 2021

Chair of the meeting:

.....
Hans Bertil Ohlsson





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Statement by the Board of Directors and the Executive Board

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of Ellos Denmark A/S for the financial year 1 January - 31 December 2020.

The annual report is prepared in accordance with the Danish Financial Statements Act.

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

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the results of the Company's operations and financial position.

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

Copenhagen, 18 June 2021
Executive Board:

.....
Hans Bertil Ohlsson

Board of Directors:

.....
Johan Stigson
Chair

.....
Bernt Johnny Eriksson

.....
Mathias Robert Ekström

Independent auditor's report

To the shareholders of Ellos Denmark A/S

Opinion

We have audited the financial statements of Ellos Denmark A/S for the financial year 1 January - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity, cash flow statement and notes, including 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 financial position of the Company at 31 December 2020 and of the results of the Company's operations as well as the cash flows for the financial year 1 January - 31 December 2020 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 financial statements" section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to 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 the 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:

- ▶ 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.

Independent auditor's report

- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- ▶ Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the 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 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.

Odense, 18 June 2021
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Søren Smedegaard Hvid
State Authorised Public Accountant
mne31450



Management's review

Company details

Name	Ellos Denmark A/S
Address, Postal code, City	Sundkrogsgade 21, 2100 Copenhagen Ø
CVR no.	24 92 78 14
Established	16 December 1975
Registered office	Copenhagen Kommune
Financial year	1 January - 31 December
Website	www.ellos.dk
Board of Directors	Johan Stigson, Chair Bernt Johnny Eriksson Mathias Robert Ekström
Executive Board	Hans Bertil Ohlsson
Auditors	EY Godkendt Revisionspartnerselskab Englandsgade 25, P.O. Box 200, 5100 Odense C, Denmark

Management's review

Financial highlights

DKK'000	2020	2019	2018	2017	2016
Key figures					
Gross profit	24,722	18,593	2,781	2,874	7,296
Earnings before interest, taxes, depreciation and amortisation (EBITDA)	23,584	18,091	2,134	100	5,305
Net financials	411	437	325	747	1,469
Profit before tax	23,995	18,528	2,460	847	6,774
Profit for the year	18,860	14,609	1,452	2,009	6,774
Total assets	58,576	58,253	38,758	32,270	32,428
Equity	20,917	26,393	11,543	10,091	8,082
Cash flows from operating activities	29,940	22,002	0	0	0
Net cash flows from investing activities	0	0	0	0	0
Amount relating to investments in property, plant and equipment	0	0	0	0	0
Cash flows from financing activities	-24,336	241	0	0	0
Total cash flows	5,604	22,243	0	0	0
Financial ratios					
Equity ratio	35.7%	45.3%	29.8%	31.3%	24.9%
Return on equity	79.7%	77.0%	13.4%	22.1%	144.3%
Average number of employees	0	0	1	3	3

For terms and definitions, please see the accounting policies.

Cash flow-related key figures for the period 2016-2018 have not been prepared because until this financial year the Company's annual report has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B.

Management's review

Business review

Ellos Denmark A/S is a wholly owned subsidiary of Ellos Group AB, Sweden, and is part of FNG Nordic AB.

The Company's business area is sale of clothing and other products for home and leisure primarily via e-commerce to the private market.

Financial review

The income statement for 2020 shows a profit of DKK 18,860 thousand against a profit of DKK 14,609 thousand last year, and the balance sheet at 31 December 2020 shows equity of DKK 20,917 thousand.

Financial risks and use of financial instruments

Exchange rate risk

Foreign activities mean that profit, cash flow and equity are mainly affected by the exchange rate development between DKK and SEK. The exchange rate risk is deemed to be minimal. It is therefore not considered necessary to hedge the exposure to foreign currency risk.

Impact on the external environment

Ellos Group, including Ellos Denmark A/S, has an impact on the environment at several stages of the supply chain, partly through its own operations, which are centralised in Borås, but also via purchasing from suppliers, primarily in Asia. For these different areas, the following is in place: Environmental policy, for the operations in Borås. This aims to minimise the environmental impact of the Group's operations, for example through active work on recycling and energy-saving measures.

Policy outcome: The Environmental policy clarifies what is expected of the company's employees and how staff can contribute to reducing the company's negative environmental impact by making better choices in their day-to-day work.

Ellos Group Supplier manual, for supplier operations. This includes statutory requirements, information on materials that are not accepted in the company's product range, quality and safety requirements, chemical restrictions, requirements regarding product testing and packaging instructions to protect the products during transportation.

Outcome of implementation of Ellos Group's Supplier manual: This regulates many issues between Ellos Group as buyer and its suppliers, it clarifies Ellos Group's requirements and expectations. It has resulted in better communication with suppliers and improved compliance with Ellos Group's environmental and quality requirements. The fact that the company has taken a clear stance in issues relating to material choices, for instance, means that we are able to accommodate customer's questions and requests.

Environmental risks and management of these risks

Own operations:

Environmental risks in our own operations include energy consumption, greenhouse gas emissions and waste management. The company's environmental policy contains guidelines on how to manage these risks. Management of these risks primarily involves monitoring and annual measurement of energy consumption, CO₂ emissions and recycling of waste. The company has an ambition to reduce both energy consumption and emissions, and through measurement and monitoring the Group is continuously working on finding and implementing improvements. For example, since measurements began, the Group has made the transition to 100% renewable energy for its own operations, resulting in a reduction in CO₂ emissions.

Management's review

Suppliers:

Production of Ellos Group's products, which is carried out by the company's suppliers, contains many environmental risks. Important risks include consumption of water and oil, use of dangerous chemicals, emissions into air and water, energy, emissions of greenhouse gases and destruction of products that do not meet quality and safety requirements or which have been damaged by moisture during transportation. Ellos Group manages these risks through several steps in the value chain, primarily by specifying requirements such as chemical controls, environmental requirements and quality requirements in Ellos Group's Supplier manual. Every year, suppliers must sign a certificate of compliance with the company's Supplier manual. Ellos Group also requires its suppliers to maintain an audit protocol to ensure compliance with Ellos Group's Code of Conduct for suppliers. Ellos Group has identified material choices that have a less negative environmental impact, such as cotton through Better Cotton Initiative, (BCI), which involves less consumption and better management of water and chemicals. In 2015, the Group joined the Better Cotton Initiative (BCI) in order to support more sustainable cotton production. Goals have been set to increase the proportion of more sustainable material choices. The proportion of organic and BCI cotton is measured and followed up, and increased from 87% in 2019 to 90% in 2020. Through membership of STICA and the Swedish Chemicals Group Swerea, Ellos Group aims to contribute to reduced climate impact and management of water and chemicals in the supply chain. The Group is also working to protect animal rights in the process chain and, for example, does not permit hygiene products tested on animals and there is no real fur in the Group's product range.

The Group works proactively to reduce and counteract harmful chemicals in products. Ellos Group adheres to legal requirements and is at the forefront of efforts to phase out chemicals that are classified as hazardous to humans and the environment. Only a very small proportion of the company's products are not offered for sale. Where this happens, in the first instance textiles and products are offered to non-profit organisations and charities, allowing products to have a useful life. In cases where products do not meet the company's quality and safety requirements, Ellos Group may as a last resort ensure that products are destroyed, usually via incineration. In order to minimise the risk of products having to be destroyed, we cooperate with suppliers through training, requirement specifications and information. For example, there is a separate chapter in Ellos Group's Supplier manual that shows how suppliers can proactively avoid moisture damage during production and delivery.

Ellos Group produces an in-depth sustainability report on an annual basis in compliance with GRI standards, which is available in PDF format on the Ellos Group website, www.ellogroup.se.

Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

Outlook

The Company's revenue and profit before tax for 2021 is expected to increase by more than 10 % due to continued growth in the Company's markets. Furthermore, cash generated from operations in 2021 is also expected to increase as a result of the expected profit growth. Due to the COVID-19 pandemic, the expectations for 2021 are encumbered with an extraordinary high degree of uncertainty.

Financial statements 1 January - 31 December

Income statement

Note	DKK	2020	2019
	Gross profit	24,721,848	18,593,472
3	Staff costs	-1,138,054	-502,540
	Profit before net financials	23,583,794	18,090,932
4	Financial income	1,153,988	782,135
	Financial expenses	-743,094	-345,524
	Profit before tax	23,994,688	18,527,543
5	Tax for the year	-5,134,863	-3,919,015
	Profit for the year	18,859,825	14,608,528

Financial statements 1 January - 31 December

Balance sheet

Note	DKK	2020	2019
	ASSETS		
	Non-fixed assets		
	Receivables		
	Trade receivables	1,757,319	2,630,222
	Receivables from group enterprises	52,807,401	48,348,083
7	Deferred tax assets	3,469,730	5,271,968
	Other receivables	655	0
6	Prepayments	541,200	2,002,976
		<u>58,576,305</u>	<u>58,253,249</u>
	Total non-fixed assets	<u>58,576,305</u>	<u>58,253,249</u>
	TOTAL ASSETS	<u>58,576,305</u>	<u>58,253,249</u>
	EQUITY AND LIABILITIES		
	Equity		
	Share capital	500,000	500,000
	Retained earnings	0	892,665
	Dividend proposed	20,416,508	25,000,000
	Total equity	<u>20,916,508</u>	<u>26,392,665</u>
	Provisions		
8	Other provisions	1,499,907	1,071,385
	Total provisions	<u>1,499,907</u>	<u>1,071,385</u>
	Liabilities other than provisions		
	Current liabilities other than provisions		
	Bank debt	909	513,380
	Trade payables	2,487,388	2,829,090
	Payables to group enterprises	14,095,089	10,774,773
	Corporation tax payable	8,866,783	8,073,912
	Other payables	6,673,266	4,603,348
9	Deferred income	4,036,455	3,994,696
		<u>36,159,890</u>	<u>30,789,199</u>
		<u>36,159,890</u>	<u>30,789,199</u>
	TOTAL EQUITY AND LIABILITIES	<u>58,576,305</u>	<u>58,253,249</u>

- 1 Accounting policies
- 2 Events after the balance sheet date
- 10 Collateral
- 11 Related parties
- 12 Appropriation of profit



Financial statements 1 January - 31 December

Statement of changes in equity

Note	DKK	Share capital	Retained earnings	Dividend proposed	Total
	Equity at 1 January 2019	500,000	11,043,037	0	11,543,037
12	Transfer, see "Appropriation of profit"	0	-10,391,472	25,000,000	14,608,528
	Other value adjustments of equity	0	241,100	0	241,100
	Equity at 1 January 2020	500,000	892,665	25,000,000	26,392,665
12	Transfer, see "Appropriation of profit"	0	-1,556,683	20,416,508	18,859,825
	Other value adjustments of equity	0	664,018	0	664,018
	Dividend distributed	0	0	-25,000,000	-25,000,000
	Equity at 31 December 2020	500,000	0	20,416,508	20,916,508

Financial statements 1 January - 31 December

Cash flow statement

Note	DKK	2020	2019
	Profit for the year	18,859,825	14,608,528
13	Adjustments	5,563,385	4,023,359
	Cash generated from operations (operating activities)	24,423,210	18,631,887
14	Changes in working capital	8,056,785	4,559,789
	Cash generated from operations (operating activities)	32,479,995	23,191,676
	Income taxes paid	-2,539,754	-1,189,754
	Cash flows from operating activities	29,940,241	22,001,922
	Dividends paid	-25,000,000	0
	Other cash flows from financing activities	664,018	241,100
	Cash flows from financing activities	-24,335,982	241,100
	Net cash flow	5,604,259	22,243,022
	Cash and cash equivalents at 1 January	47,834,703	25,591,681
15	Cash and cash equivalents at 31 December	53,438,962	47,834,703

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Ellos Denmark A/S for 2020 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to medium-sized reporting class C entities.

Effective from the financial year 2020, the Company has implemented amending act no. 1716 of 27 December 2018 to the Danish Financial Statements Act. The implementation of the amending act has not affected the Company's accounting policies on recognition and measurement of assets and liabilities but has solely entailed a requirement for further disclosures. The accounting policies used in the preparation of the financial statements are consistent with those of last year. A few reclassifications have been made in the comparative figures in the balance sheet.

Reporting currency

The financial statements are presented in Danish kroner (DKK).

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rate 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 and payables and other monetary items denominated in foreign currencies are translated at the exchange rate 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 most recent financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

Income from the sale of goods for resale and finished goods is recognised in revenue when the most significant rewards and risks have been transferred to the buyer and provided the income can be measured reliably and payment is expected to be received. The date of the transfer of the most significant rewards and risks is based on standardised terms of delivery based on Incoterms® 2010.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

Gross profit

The items revenue, cost of sales and external expenses have been aggregated into one item in the income statement called gross margin in accordance with section 32 of the Danish Financial Statements Act.

Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, etc.

Staff costs

Staff costs include staff cost recharges regarding employees of Swedish group companies

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses, etc.

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.

Balance sheet

Receivables

Receivables are measured at amortised cost.

The Company has chosen IAS 39 as interpretation for impairment of financial receivables.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received.

Prepayments

Prepayments recognised under "Assets" comprise prepaid expenses regarding subsequent financial reporting years.

Cash

Cash comprise cash.

Given the nature of the Group's cash pool arrangement, cash pool balances are not considered cash, but are recognised under "Receivables from group entities".

Equity

Proposed dividends

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Provisions

Provisions comprise anticipated expenses relating to product returns. Provisions are recognised when the Company has a legal or constructive obligation at the balance sheet date as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation.

Provisions are measured at net realisable value or at fair value if the obligation is expected to be settled far into the future.

Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured according to the liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the expected value of their utilisation; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

Liabilities

Liabilities are measured at net realisable value.

Deferred income

Deferred income recognised as a liability comprises payments received concerning income in subsequent financial reporting years.

Cash flow statement

The cash flow statement shows the Company's net cash flows broken down according to operating, investing and financing activities, the year's changes in cash and cash equivalents as well as the cash and cash equivalents at the beginning and the end of the year.

Cash flows from operating activities are calculated as the profit/loss for the year adjusted for non cash operating items, changes in working capital and paid corporate income tax.

Cash flows from investing activities comprise payments in connection with acquisitions and disposals of entities and activities and of intangible assets, property, plant and equipment and investments.

Cash flows from financing activities comprise changes in the size or composition of the Company's share capital and related expenses as well as raising of loans, repayment of interest bearing debt and payment of dividends to shareholders.

Cash and cash equivalents comprise cash, cash pool balances, short term bank loans and short term securities which are readily convertible into cash and which are subject only to insignificant risks of changes in value.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Financial ratios

The financial ratios stated under "Financial highlights" have been calculated as follows:

Equity ratio	$\frac{\text{Equity, year-end} \times 100}{\text{Total equity and liabilities, year-end}}$
Return on equity	$\frac{\text{Profit/loss after tax} \times 100}{\text{Average equity}}$

Financial statements 1 January - 31 December

Notes to the financial statements

2 Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

DKK	2020	2019
3 Staff costs		
Wages/salaries	1,124,131	488,896
Other social security costs	13,923	13,644
	<u>1,138,054</u>	<u>502,540</u>

The Company did not pay any remuneration to Management during this or the previous financial year. Remuneration to Management is paid by the parent Company.

The Company has no employees. Staff costs can be attributed to staff cost recharges regarding employees of Swedish group companies.

4 Financial income		
Interest receivable, group entities	1,130,520	734,519
Other financial income	23,468	47,616
	<u>1,153,988</u>	<u>782,135</u>
5 Tax for the year		
Estimated tax charge for the year	3,332,625	935,392
Deferred tax adjustments in the year	1,802,238	2,983,623
	<u>5,134,863</u>	<u>3,919,015</u>

6 Prepayments

Prepayments include accrual of expenses relating to subsequent financial years.

7 Deferred tax

Deferred tax at 1 January	-5,271,968	-8,255,591
Deferred tax adjustments in the year	1,802,238	2,983,623
Deferred tax at 31 December	<u>-3,469,730</u>	<u>-5,271,968</u>

The timing of elimination of deferred tax is expected to be:

0-1 year	-1,734,865	-1,802,238
> 1 year	-1,734,865	-3,469,730
	<u>-3,469,730</u>	<u>-5,271,968</u>

8 Other provisions

Other provisions mainly consist of anticipated expenses relating to product returns.

Financial statements 1 January - 31 December

Notes to the financial statements

9 Deferred income

Deferred income mainly consists of payments received from customers that may not be recognised until the subsequent financial year.

10 Collateral

The Company has not provided any security or other collateral in assets at 31 December 2020.

11 Related parties

Ellos Denmark A/S' related parties comprise the following:

Parties exercising control

Related party	Domicile	Basis for control
Ellos Group AB	Borås, Sweden	Participating interest

Related party transactions

The Company solely discloses related party transactions that have not been carried out on an arm's length basis, cf. section 98c(7) of the Danish Financial Statements Act.

All transactions have been carried out on an arm's length basis.

Ownership

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

Name	Domicile
Ellos Group AB	Borås, Sweden

	2020	2019
12 Appropriation of profit		
Recommended appropriation of profit		
Proposed dividend recognised under equity	20,416,508	25,000,000
Retained earnings/accumulated loss	-1,556,683	-10,391,472
	<u>18,859,825</u>	<u>14,608,528</u>
13 Adjustments		
Provisions	428,522	104,344
Tax for the year	3,332,625	935,392
Deferred tax	1,802,238	2,983,623
	<u>5,563,385</u>	<u>4,023,359</u>
14 Changes in working capital		
Change in receivables	2,966,494	276,336
Change in trade and other payables	5,090,291	4,283,453
	<u>8,056,785</u>	<u>4,559,789</u>

Financial statements 1 January - 31 December

Notes to the financial statements

DKK	<u>2020</u>	<u>2019</u>
15 Cash and cash equivalents at year-end		
Short-term debt to banks	-909	-513,380
Cash pool balances	<u>53,439,871</u>	<u>48,348,083</u>
	<u>53,438,962</u>	<u>47,834,703</u>

ΠΕΝΝΕΟ

The signatures in this document are legally binding. The document is signed using Penneo™ secure digital signature. The identity of the signers has been recorded, and are listed below.

"By my signature I confirm all dates and content in this document."

HANS OHLSSON

Executive Board

On behalf of: Ellos Denmark AS

Serial number: 19710630xxxx

IP: 91.208.xxx.xxx

2021-06-18 05:45:53Z



JOHNNY ERIKSSON

Board of Directors

On behalf of: Ellos Denmark AS

Serial number: 19670525xxxx

IP: 83.187.xxx.xxx

2021-06-18 08:09:14Z



JOHAN STIGSON

Board of Directors

On behalf of: Ellos Denmark AS

Serial number: 19790307xxxx

IP: 91.208.xxx.xxx

2021-06-18 14:56:07Z



Mathias Robert Ekström

Board of Directors

On behalf of: Ellos Denmark AS

Serial number: 19831031xxxx

IP: 78.66.xxx.xxx

2021-06-19 18:58:00Z



Søren Smedegaard Hvid

State Authorised Public Accountant

On behalf of: EY Godkendt Revisionspartnerselskab

Serial number: CVR:30700228-RID:1256831000710

IP: 87.50.xxx.xxx

2021-06-20 10:54:17Z



HANS OHLSSON

Chairman

On behalf of: Ellos Denmark AS

Serial number: 19710630xxxx

IP: 91.208.xxx.xxx

2021-06-21 10:32:09Z



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