

# Entertainment Trading ApS

Bøgildsmindevej 3, DK-9400 Nørresundby

CVR no. 26 45 76 02



## Annual report 2015/16

Approved at the Company's annual general meeting on 30 November 2016

Chairman:



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### Statement by the Executive Board

The Executive Board has today considered and approved the annual report of Entertainment Trading ApS for the financial year 1 July 2015 - 30 June 2016.


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

It is our opinion that the consolidated financial statements and the parent company financial statements give a true and fair view of the Group's and the Company's financial position at 30 June 2016 and of the results of the Group's and the Company's operations and consolidated cash flows for the financial year 1 July 2015 - 30 June 2016.

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

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

Nørresundby, 30 November 2016  
Executive Board:



Mark Fjeldal Dalsgaard  
Nielsen



Jacob Risgaard Eriksen

## Independent auditors' report

To the shareholders of Entertainment Trading ApS

### Independent auditors' report on the consolidated financial statements and the parent company financial statements

We have audited the consolidated financial statements and the parent company financial statements of Entertainment Trading ApS for the financial year 1 July 2015 - 30 June 2016, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as for the parent company and consolidated cash flow statement. The consolidated financial statements and the parent company financial statements are prepared in accordance with the Danish Financial Statements Act.

### *Management's responsibility 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 that 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.

### *Auditors' responsibility*

Our responsibility is to express an opinion on the consolidated financial statements and the parent company financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the consolidated financial statements and the parent company financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements and the parent company financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the consolidated financial statements and the parent company financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation of consolidated financial statements and parent company financial statements that give a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the consolidated financial statements and the parent company financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our audit has not resulted in any qualification.

### *Opinion*

In our opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the Group's and the parent company's financial position at 30 June 2016 and of the results of the Group's and the parent company's operations and consolidated cash flows for the financial year 1 July 2015 - 30 June 2016 in accordance with the Danish Financial Statements Act.

## Independent auditors' report

### Statement on the Management's review

Pursuant to the Danish Financial Statements Act, we have read the Management's review. We have not performed any further procedures in addition to the audit of the consolidated financial statements and the parent company financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the consolidated financial statements and the parent company financial statements.

Aalborg, 30 November 2016  
ERNST & YOUNG  
Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28



Allan Terp  
State Authorised  
Public Accountant



Martin Bøgsted  
State Authorised  
Public Accountant

## Management's review

### Company details

Entertainment Trading ApS  
Bøgildsmindevej 3  
DK-9400 Nørresundby

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Fax: +45 70 27 76 50  
Website: [www.entertainment-trading.com](http://www.entertainment-trading.com)  
E-mail: [info@entertainment-trading.com](mailto:info@entertainment-trading.com)

Registration No.: 26 45 76 02  
Established: 25 January 2002  
Registered office: Aalborg  
Financial year: 1 July 2015 - 30 June 2016

### Executive Board

Mark Fjeldal Dalsgaard Nielsen  
Jacob Risgaard Eriksen

### Auditors

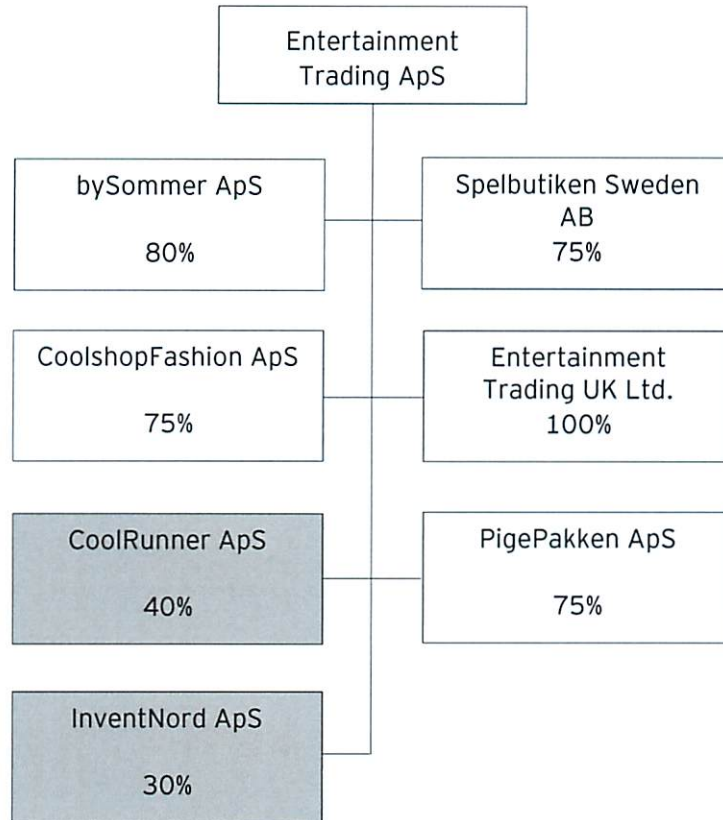
Ernst & Young  
Godkendt Revisionspartnerselskab  
Vestre Havnepromenade 1A  
DK-9000 Aalborg

### Annual general meeting

The annual general meeting is held at the Company's address on the 30 November 2016.

Management's review

Group chart



Subsidiaries

Associates

## Management's review

### Financial highlights for the Group

DKK'000	2015/16	2014/15	2013/14	2012/13	2011/12
<b>Key figures</b>					
Gross profit	41,578	25,720	27,679	26,482	15,518
Operating profit	14,709	3,195	5,719	9,937	4,225
Profit/loss from financial income and expense	-973	-725	-1,564	-150	-2,137
Profit/loss before tax	13,708	2,476	4,038	9,886	2,088
Profit/loss for the year	10,672	1,939	3,372	7,283	1,364
<b>Non-current assets</b>					
Current assets	14,052	9,629	7,969	7,289	4,591
<b>Total assets</b>	65,616	54,386	49,979	46,325	39,961
<b>Equity</b>	79,668	64,015	57,948	53,614	44,552
28,927	18,966	18,945	16,360	11,592	
<b>Financial ratios</b>					
Return on invested capital	21.4%	5.6%	10.8%	21.6%	10.7%
Solvency ratio	36.3%	29.6%	32.7%	30.5%	26.0%
Return on equity	44.6%	10.2%	19.1%	52.1%	12.3%

The financial ratios have been prepared in accordance with the Danish Society of Financial Analysts' guidelines on the calculation of financial ratios "Recommendations and Financial Ratios 2015". For terms and definitions, please see the accounting policies



## Management's review

### Operating review

#### Principal activities of the Group

The Group is primarily engaged in retail and Internet sale of PC games, etc.

#### Development in activities and financial matters

The Group and the parent company reported a profit after tax of DKK 10,003 thousand as against DKK 1,840 thousand in 2014/15. Management considers the profit satisfactory.

#### Outlook

Management expects that the new markets and product groups will foster a positive development. Therefore, Group Management forecasts increasing revenue and satisfactory results for the coming year.

#### Risks

Management is of the opinion that the Group is not affected by any particular risk factors other than ordinary business risks for markets in which the Group operates. Consequently, the Group has not implemented any particular risk management systems.

#### Environmental issues

The Group is environmentally conscious and strives at reducing the environmental impact from its operations.

#### Events after the balance sheet date

No events have occurred after the balance sheet date affecting considerably the financial position of the Group.

## Consolidated financial statements and parent company financial statements 1 July 2015 - 30 June 2016

### Accounting policies

#### Introduction

The annual report of Entertainment Trading ApS for 2015/16 has been prepared in accordance with the provisions applying to reporting class C medium-sized enterprises under the Danish Financial Statements Act.

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

#### Consolidated financial statements

The consolidated financial statements comprise the parent company, Entertainment Trading ApS, and subsidiaries in which Entertainment Trading ApS directly or indirectly holds more than 50% of the voting rights or which it, in some other way, controls. Enterprises in which the Group holds between 20% and 50% of the voting rights and over which it exercises significant influence, but which it does not control, are considered associates, see the group chart.

On consolidation, intra-group income and expenses, shareholdings, intra-group balances and dividends, and realised and unrealised gains and losses on intra-group transactions are eliminated.

Investments in subsidiaries are set off against the proportionate share of the subsidiaries' fair value of net assets or liabilities at the acquisition date.

Enterprises acquired or formed during the year are recognised in the consolidated financial statements from the date of acquisition or formation. Enterprises disposed of are recognised in the consolidated income statement until the date of disposal. The comparative figures are not adjusted for acquisitions or disposals.

Acquisitions of enterprises are accounted for using the acquisition method, according to which the identifiable assets and liabilities acquired are measured at their fair values at the date of acquisition. Provision is made for costs related to adopted and announced plans to restructure the acquired enterprise in connection with the acquisition. The tax effect of the restatement of assets and liabilities is taken into account.

#### Non-controlling interests

In the consolidated financial statements, the items of subsidiaries are recognised in full. The non-controlling interests' proportionate shares of the subsidiaries' results and equity are adjusted annually and recognised separately in the income statement and balance sheet.

#### 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 at 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 rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and at the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Accounting policies (continued)

Foreign subsidiaries and associates are considered separate entities. The income statements are translated at the average exchange rates for the month, and the balance sheet items are translated at the exchange rates at the balance sheet date. Foreign exchange differences arising on translation of the opening equity of foreign subsidiaries at the exchange rates at the balance sheet date and on translation of the income statements from average exchange rates to the exchange rates at the balance sheet date are recognised directly in equity.

### Derivative financial instruments

Derivative financial instruments are initially recognised in the balance sheet at cost and are subsequently measured at fair value. Positive and negative fair values of derivative financial instruments are included in other receivables and payables, respectively.

Changes in the fair value of derivative financial instruments designated as and qualifying for recognition as a hedge of the fair value of a recognised asset or liability are recognised in the income statement together with changes in the fair value of the hedged asset or liability.

Changes in the fair value of derivative financial instruments designated as and qualifying for recognition as a hedge of future assets or liabilities are recognised in other receivables or other payables and in equity. If the hedged forecast transaction results in the recognition of assets or liabilities, amounts previously recognised in equity are transferred to the cost of the asset or liability, respectively. If the hedged forecast transaction results in income or expenses, amounts previously deferred in equity are transferred to the income statement in the period in which the hedged item affects profit or loss.

For derivative financial instruments that do not qualify for hedge accounting, changes in fair value are recognised in the income statement on a regular basis.

Changes in the fair value of derivative financial instruments used to hedge net investments in independent foreign subsidiaries or associates are recognised directly in equity.

## Income statement

### Revenue

Revenue is recognised in the income statement provided that delivery and transfer of risk to the buyer have taken place and that the income can be reliably measured and is expected to be received. Revenue is measured at fair value of the agreed consideration ex. VAT and taxes charged on behalf of third parties. All discounts granted are recognised in revenue.

### Gross profit

With reference to section 32 of the Danish Financial Statements Act, the items 'Revenue', 'Cost of sale', 'Other external expenses' and 'Other operating income' are consolidated into one item designated 'Gross profit'.

### Other external expenses.

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

### Profits/losses from investments in subsidiaries and associates

The proportionate share of the results after tax of the individual subsidiaries is recognised in the income statement of the parent company after full elimination of intra-group profits/losses.

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 – 30 June 2016

### Accounting policies (continued)

The proportionate share of the results after tax of the associates is recognised in both the consolidated income statement and the parent company income statement after elimination of the proportionate share of intra-group profits/losses.

### Financial income and expenses

Financial income and expenses comprise interest income and expense, gains and losses on securities, payables and transactions denominated in foreign currencies, amortisation of financial assets and liabilities as well as surcharges and refunds under the on-account tax scheme, etc.

### Tax on profit/loss for the year

Tax for the year comprises current tax and changes in deferred tax for the year. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

## Balance sheet

### Intangible assets

Development costs comprise costs, salaries and amortisation directly or indirectly attributable to the Group's development activities.

Development projects that are clearly defined and identifiable, where the technical feasibility, sufficient resources and a potential future market or development opportunities are evidenced, and where the Group intends to produce, market or use the project, are recognised as intangible assets provided that the cost can be measured reliably and that there is sufficient assurance that future earnings can cover production costs, selling costs and administrative expenses and development costs. Other development costs are recognised in the income statement when incurred.

Development costs that are recognised in the balance sheet are measured at cost less accumulated amortisation and impairment losses.

Following the completion of the development work, development costs are amortised on a straight-line basis over the estimated useful life. The amortisation period is usually 5 years.

Acquired rights, patents, licenses and trademarks are measured at cost less accumulated amortisation and impairment losses. Acquired rights, patents, licenses and trademarks are amortised on a straight-line basis over the remaining period. The period of amortisation is 10 years.

The amortisation period for acquired rights, patents, licenses and trademarks exceeds 5 years because the strategic market position achieved by the acquisition is expected to be valid for a longer period. Management believes that this will be effective for up to 10 years from the acquisition, and therefore a long-term earnings profile.

Gains and losses on the disposal of development projects and rights are determined as the difference between the selling price less selling costs and the carrying amount at the date of disposal. Gains or losses are recognised in the income statement as amortisation.

### Property, plant and equipment

Leasehold improvements, fixtures and fittings, other plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use.

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Accounting policies (continued)

Depreciation is provided on a straight-line basis over the expected useful lives of the assets. The expected useful lives are as follows:

Leasehold improvements	5 years
Fixtures and fittings, other plant and equipment	3-7 years

Gains and losses on the disposal of property, plant and equipment are determined as the difference between the selling price less selling costs and the carrying amount at the date of disposal. Gains or losses are recognised in the income statement as depreciation.

### Leases

The Group recognises only future leases in accordance with the below policies. All former leases are not recognised in the balance sheet whether or not they represent finance leases or operating leases.

Leases for non-current assets that transfer substantially all the risks and rewards incident to ownership to the Group (finance leases) are initially recognised in the balance sheet at cost, corresponding to the lower of fair value and the net present value of future lease payments. In calculating the net present value of the future lease payments, the interest rate implicit in the lease or the incremental borrowing rate is used as the discount factor. Assets held under finance leases are subsequently depreciated as the Group's other non-current assets.

The capitalised residual lease obligation is recognised in the balance sheet as a liability, and the interest element of the lease payment is recognised in the income statement over the term of the lease.

All other leases are operating leases. Payments relating to operating leases and any other leases are recognised in the income statement over the term of the lease. The Group's total obligation relating to operating leases and other leases is disclosed in contingent liabilities, etc.

### Investments in subsidiaries and associates

Investments in subsidiaries and associates are measured under the equity method.

Investments in subsidiaries and associates are measured at the proportionate share of the enterprises' net asset values calculated in accordance with the Group's accounting policies minus or plus unrealised intra-group profits and losses and plus or minus any residual value of positive or negative goodwill determined in accordance with the acquisition method.

Investments in subsidiaries and associates with negative net asset values are measured at DKK 0 (nil), and any amounts owed by such enterprises are written down if the amount owed is irrecoverable. If the parent company has a legal or constructive obligation to cover a deficit that exceeds the amount owed, the remaining amount is recognised under provisions.

Net revaluation of investments in subsidiaries and associates is recognised in the reserve for net revaluation in equity under the equity method to the extent that the carrying amount exceeds cost. Dividends from subsidiaries which are expected to be adopted before the approval of the annual report of Entertainment Trading ApS are not recognised in the reserve for net revaluation.

On acquisition of subsidiaries, the acquisition method is applied, see Consolidated financial statements above.

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Accounting policies (continued)

#### Impairment of non-current assets

The carrying amount of intangible assets and property, plant and equipment as well as investments in subsidiaries and associates is subject to an annual test for indications of impairment other than the decrease in value reflected by depreciation or amortisation.

Impairment tests are conducted of individual assets or groups of assets when there is an indication that they may be impaired. Write-down is made to the recoverable amount if this is lower than the carrying amount.

#### Inventories

Inventories are measured at cost in accordance with the weighted average method. Where the net realisable value is lower than cost, inventories are written down to this lower value. Cost comprises purchase price plus delivery costs.

#### Receivables

Receivables are measured at amortised cost. Write-down is made for bad debt losses based on an individual assessment of receivables.

#### Prepayments

Prepayments comprise costs incurred concerning subsequent financial years.

#### Equity - dividends

Proposed dividends are recognised as a liability at the date when they are adopted at the annual general meeting (declaration date). The expected dividend payment for the year is disclosed as a separate item under equity.

The purchase of own share may be done in the extent that the purchase price can be contained in the distributable reserves. The treasury shares are presented in the notes to the financial statements, with the number, nominal value and ownership.

#### Corporation tax and deferred tax

Current tax payable and 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.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities.

Deferred tax assets, including the tax value of tax loss carry forwards, are recognised at the expected value of their utilisation.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement.

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 – 30 June 2016

### Accounting policies (continued)

#### Liabilities other than provisions

Amounts owed to mortgage credit institutions and banks, etc. 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.

Financial liabilities also include the capitalised residual obligation on finance leases.

Other liabilities are measured at net realisable value.

#### Cash flow statement

The cash flow statement shows the Group's cash flows from operating, investing and financing activities for the year, the year's changes in cash and cash equivalents as well as the Group's cash and cash equivalents at the beginning and end of the year.

The cash flow effect of acquisitions and disposals of enterprises is shown separately in cash flows from investing activities. Cash flows from acquisitions of enterprises are recognised in the cash flow statement from the date of acquisition. Cash flows from disposals of enterprises are recognised up until the date of disposal.

#### Cash flows from operating activities

Cash flows from operating activities are calculated as the Group's share of the profit/loss adjusted for non-cash operating items, changes in working capital and corporation tax paid.

#### Cash flows from investing activities

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

#### Cash flows from financing activities

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

#### Cash and cash equivalents

Cash and cash equivalents comprise cash and short-term marketable securities which are freely negotiable into cash and which are subject to an insignificant risk of changes in value.

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Accounting policies (continued)

#### Financial ratios

Financial ratios are calculated in accordance with the Danish Society of Financial Analysts' guidelines on the calculation of financial ratios "Recommendations and Financial Ratios 2015".

The financial ratios stated in the survey of financial highlights have been calculated as follows:

Return on invested capital	$\frac{\text{Operating profit} \times 100}{\text{Average invested capital}}$
Invested capital	Total assets less cash at bank and in hand plus interest-bearing assets (including shares)
Solvency ratio	$\frac{\text{Equity at year end} \times 100}{\text{Total assets at year end}}$
Return on equity	$\frac{\text{Profit/loss for the year} \times 100}{\text{Average equity}}$



## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Income statement

Note	DKK'000	Consolidated		Parent company	
		2015/16	2014/15	2015/16	2014/15
	<b>Gross profit</b>	41,578	25,720	32,053	20,718
1	Staff costs	-24,070	-20,273	-19,142	-16,160
	Depreciation/amortisation and impairment losses regarding property, plant and equipment and intangible assets	-2,799	-2,252	-1,726	-1,739
	<b>Operating profit</b>	14,709	3,195	11,185	2,819
	Income from investments in subsidiaries and associates	-28	6	1,987	137
2	Financial income	7	63	97	147
	Financial expenses	-980	-788	-976	-779
	<b>Profit before tax</b>	13,708	2,476	12,293	2,324
3	Tax on profit for the year	-3,036	-537	-2,290	-484
	<b>Profit for the year</b>	10,672	1,939	10,003	1,840
	Non-controlling interests' share of the results of subsidiaries	-669	-99	0	0
	<b>Entertainment Trading ApS Group's share of profit for the year</b>	10,003	1,840	10,003	1,840
	<b>Proposed profit appropriation</b>				
	Dividend			8,935	0
	Retained earnings			1,068	1,840
				10,003	1,840

Consolidated financial statements and parent company financial statements for  
the period 1 July 2015 - 30 June 2016

Balance sheet

Note	DKK'000	Consolidated		Parent company	
		2015/16	2014/15	2015/16	2014/15
	<b>ASSETS</b>				
	<b>Non-current assets</b>				
4	<b>Intangible assets</b>				
	Acquired rights, patents, licenses and trademarks	375	995	193	239
	Development in progress	0	0	0	0
	Development projects	3,870	2,803	2,644	1,851
		<u>4,245</u>	<u>3,798</u>	<u>2,837</u>	<u>2,090</u>
5	<b>Property, plant and equipment</b>				
	Leasehold improvements	249	159	249	159
	Fixtures and fittings, other plant and equipment	8,659	5,095	8,411	4,787
		<u>8,908</u>	<u>5,254</u>	<u>8,660</u>	<u>4,946</u>
	<b>Investments</b>				
6	Investments in subsidiaries	0	0	2,619	1,959
7	Investments in associates	35	63	35	63
	Deposits	864	514	864	514
		<u>899</u>	<u>577</u>	<u>3,518</u>	<u>2,536</u>
	<b>Total non-current assets</b>	<u>14,052</u>	<u>9,629</u>	<u>15,015</u>	<u>9,572</u>
	<b>Current assets</b>				
	<b>Inventories</b>				
	Goods for resale	40,034	29,123	35,137	25,766
	Prepayments of goods	3,277	692	0	0
		<u>43,311</u>	<u>29,815</u>	<u>35,137</u>	<u>25,766</u>
	<b>Receivables</b>				
	Trade receivables	13,625	13,970	11,177	11,936
	Amounts owed by group enterprises	3,563	4,043	11,946	11,047
	Corporation tax	0	282	0	0
	Other receivables	2,262	1,287	1,899	285
	Prepayments	872	650	424	382
		<u>20,322</u>	<u>20,232</u>	<u>25,446</u>	<u>23,650</u>
	<b>Cash at bank and in hand</b>	<u>1,983</u>	<u>4,339</u>	<u>229</u>	<u>2,190</u>
	<b>Total current assets</b>	<u>65,616</u>	<u>54,386</u>	<u>60,812</u>	<u>51,606</u>
	<b>TOTAL ASSETS</b>	<u>79,668</u>	<u>64,015</u>	<u>75,827</u>	<u>61,178</u>

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Balance sheet

Note	DKK'000	Consolidated		Parent company	
		2015/16	2014/15	2015/16	2014/15
		<b>EQUITY AND LIABILITIES</b>			
8	<b>Equity</b>				
	Share capital	129	129	129	129
	Retained earnings	19,863	18,837	19,863	18,837
	Proposed dividend	8,935	0	8,935	0
	<b>Total equity</b>	<b>28,927</b>	<b>18,966</b>	<b>28,927</b>	<b>18,966</b>
9	<b>Non-controlling interests</b>	<b>-121</b>	<b>-230</b>	<b>0</b>	<b>0</b>
	<b>Provisions</b>				
	Deferred tax	879	429	886	626
	<b>Total provisions</b>	<b>879</b>	<b>429</b>	<b>886</b>	<b>626</b>
	<b>Liabilities other than provisions</b>				
10	<b>Non-current liabilities</b>				
	Credit institutions	165	0	164	0
	Amounts owed to associated companies	200	200	0	0
	Lease liabilities	195	585	195	585
		<b>560</b>	<b>785</b>	<b>359</b>	<b>585</b>
	<b>Current liabilities</b>				
10	Current portion of non-current liabilities other than provisions	700	448	700	448
	Bank loans and overdrafts	3,523	11,659	3,523	11,659
	Prepayments received from customers	384	473	207	300
	Trade payables	32,482	24,388	32,088	23,771
	Amounts owed to associated companies	786	141	645	0
	Corporation tax	1,521	79	1,566	142
	Other payables	9,263	6,074	6,828	4,535
	Deferred income	764	803	98	146
		<b>49,423</b>	<b>44,065</b>	<b>45,655</b>	<b>41,001</b>
	<b>Total liabilities other than provisions</b>	<b>49,983</b>	<b>44,850</b>	<b>46,014</b>	<b>41,586</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>79,668</b>	<b>64,015</b>	<b>75,827</b>	<b>61,178</b>

11 Contractual obligations and contingent items, etc.

12 Mortgages and collateral

13 Ownership

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Cash flow statement

Note	DKK'000	Consolidated	
		2015/16	2014/15
	Entertainment Trading ApS Group's share of profit for the year	10,003	1,840
	Depreciation/amortisation and impairment losses re. property, plant and equipment and intangible assets	2,799	2,252
	Other non-cash operating items, net	28	-5
	Exchange rate adjustments relating to foreign inward subsidiaries	-34	-8
	Tax on profit for the year	3,036	537
	Non-controlling interests' share of the results of subsidiaries	669	99
	Net financial loss	1,001	719
	Cash generated from operations (operating activities) before changes in working capital	17,502	5,434
14	Changes in working capital	-2,068	2,182
	Cash generated from operations (operating activities)	15,434	7,616
	Interest received	7	63
	Interest paid	-980	-788
	Cash generated from operations (ordinary activities)	14,461	6,891
	Corporation tax paid	-863	-1,528
	<b>Cash flows from operating activities</b>	<b>13,598</b>	<b>5,363</b>
	Acquisition of intangible assets	-2,007	-989
	Acquisition of property, plant and equipment	-6,097	-4,211
	Disposal of property, plant and equipment	1,151	910
	Changes in other investments	0	-7
	<b>Cash flows from investing activities</b>	<b>-6,953</b>	<b>-4,297</b>
	External financing:		
	Raising of long-term debt	509	670
	Repayment of long-term debt	-482	-96
	Paid dividend	-542	-2,472
	Deposits	-350	399
	<b>Cash flows from financing activities</b>	<b>-865</b>	<b>-1,499</b>
	<b>Net cash flows from operating, investing and financing activities</b>	<b>5,780</b>	<b>-433</b>
15	Cash and cash equivalents at 1 July	-7,320	-6,887
15	Cash and cash equivalents at 30 June	-1,540	-7,320

The cash flow statement cannot be directly derived from the other components of the consolidated financial statements and the parent company financial statements.

Consolidated financial statements and parent company financial statements for  
the period 1 July 2015 - 30 June 2016

Notes to the financial statements

DKK'000	Consolidated		Parent company	
	2015/16	2014/15	2015/16	2014/15
<b>1 Staff costs</b>				
Wages and salaries	21,281	17,677	17,479	14,464
Pensions	1,696	1,643	1,291	1,315
Other social security costs	1,084	953	372	381
Other staff costs	9	0	0	0
	<u>24,070</u>	<u>20,273</u>	<u>19,142</u>	<u>16,160</u>
Remuneration of the Executive Board	<u>1,746</u>	<u>934</u>	<u>1,746</u>	<u>934</u>
Average number of employees	<u>63</u>	<u>58</u>	<u>51</u>	<u>49</u>
<b>2 Financial income</b>				
Interest income from group enterprises	0	0	97	105
Other interest income	7	63	0	42
	<u>7</u>	<u>63</u>	<u>97</u>	<u>147</u>
<b>3 Tax on the profit for the year</b>				
Tax on the profit for the year	<u>3,036</u>	<u>537</u>	<u>2,290</u>	<u>484</u>
Specified as follows:				
Current tax	2,554	600	1,790	424
Deferred tax	479	-36	485	103
Adjustment of deferred tax as a result of the reduction in corporation tax	3	-27	15	-43
	<u>3,036</u>	<u>537</u>	<u>2,290</u>	<u>484</u>

Consolidated financial statements and parent company financial statements for  
the period 1 July 2015 - 30 June 2016

Notes to the financial statements

4 Intangible assets

	Consolidated			
	Acquired rights, patents, licenses and trademarks	Development in progress	Development projects	Total
DKK'000				
Cost at 1 July 2015	1,460	0	6,735	8,195
Exchange rate adjustments	0	0	-18	-18
Additions during the year	35	0	1,972	2,007
Disposals during the year	0	0	0	0
Cost at 30 June 2016	1,495	0	8,689	10,184
Amortisation at 1 July 2015	465	0	3,932	4,397
Exchange rate adjustments	0	0	2	2
Amortisation for the year	655	0	885	1,540
Disposals during the year	0	0	0	0
Amortisation at 30 June 2016	1,120	0	4,819	5,939
Carrying amount at 30 June 2016	375	0	3,870	4,245
	Parent company			
	Acquired rights, patents, licenses and trademarks	Development in progress	Development projects	Total
DKK'000				
Cost at 1 July 2015	460	0	2,696	3,156
Additions during the year	0	0	1,344	1,344
Disposals during the year	0	0	0	0
Cost at 30 June 2016	460	0	4,040	4,500
Amortisation at 1 July 2015	221	0	845	1,066
Amortisation for the year	46	0	551	597
Disposals during the year	0	0	0	0
Amortisation at 30 June 2016	267	0	1,396	1,663
Carrying amount at 30 June 2016	193	0	2,644	2,837

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Notes to the financial statements

#### 5 Property, plant and equipment

	Consolidated		
	Leasehold improvements	Fixtures and fittings other plant and equipment	Total
DKK'000			
Cost at 1 July 2015	486	12,335	12,821
Exchange rate adjustments	0	-3	-3
Additions during the year	236	5,861	6,097
Disposals during the year	0	-1,174	-1,174
<b>Cost at 30 June 2016</b>	<b>722</b>	<b>17,019</b>	<b>17,741</b>
Depreciation at 1 July 2013	327	7,240	7,567
Exchange rate adjustments	0	2	2
Depreciation for the year	146	1,253	1,399
Depreciation and impairment, disposals	0	-135	-135
<b>Depreciation at 30 June 2016</b>	<b>473</b>	<b>8,360</b>	<b>8,833</b>
<b>Carrying amount at 30 June 2016</b>	<b>249</b>	<b>8,659</b>	<b>8,908</b>
Property, plant and equipment include finance leases with a carrying amount totaling	270	578	848
	Parent company		
	Leasehold improvements	Fixtures and fittings other plant and equipment	Total
DKK'000			
Cost at 1 July 2015	486	11,773	12,259
Additions during the year	236	5,780	6,016
Disposals during the year	0	-1,174	-1,174
<b>Cost at 30 June 2016</b>	<b>722</b>	<b>16,379</b>	<b>17,101</b>
Depreciation at 1 July 2013	327	6,986	7,313
Depreciation for the year	146	1,117	1,263
Depreciation and impairment, disposals	0	-135	-135
<b>Depreciation at 30 June 2016</b>	<b>473</b>	<b>7,968</b>	<b>8,441</b>
<b>Carrying amount at 30 June 2016</b>	<b>249</b>	<b>8,411</b>	<b>8,660</b>
Property, plant and equipment include finance leases with a carrying amount totaling	270	578	848

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Notes to the financial statements

DKK'000	Parent company	
	2015/16	2014/15
<b>6 Investments in subsidiaries</b>		
Cost at 1 July	553	515
Additions	0	38
Deposals	0	0
Cost at 30 June	553	553
Value adjustments at 1 July	1,406	1,869
Foreign exchange adjustments of opening equity and income statement on translation into year-end rates in foreign subsidiaries	-43	-15
Other adjustments	314	1,428
Profit for the year	2,015	131
Distributed dividends	-1,626	-2,007
Adjustment on disposals	0	0
Value adjustments at 30 June	2,066	1,406
Carrying amount at 30 June	2,619	1,959

Name	Registered office	Voting rights and ownership
Entertainment Trading UK Ltd.	England	100%
Spelbutiken Sweden AB	Sweden	75%
CoolFashion ApS	Denmark	75%
bySommer ApS	Denmark	80%
PigePakken.dk ApS	Denmark	75%

All subsidiaries are considered separate entities.

DKK'000	Consolidated		Parent company	
	2015/16	2014/15	2015/16	2014/15
<b>7 Investments in associates</b>				
Cost at 1 July	58	38	58	38
Additions	0	20	0	20
Cost at 30 June	58	58	58	58
Value adjustments at 1 July	5	-1	5	-1
Profit for the year	-28	6	-28	6
Value adjustments at 30 June	-23	5	-23	5
Carrying amount at 30 June	35	63	35	63

Name	Registered office	Voting rights and ownership
Invent Nord ApS	Denmark	30%
Coolrunner ApS	Denmark	40%



## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Notes to the financial statements

		Consolidated			
DKK'000		Share capital	Retained earnings	Proposed dividend	Total
<b>8 Equity</b>					
	Equity at 1 July 2015	129	18,837	0	18,966
	Foreign exchange adjustments regarding foreign subsidiaries	0	-42	0	-42
	Profit for the year	0	1,068	8,935	10,003
	<b>Equity at 30 June 2016</b>	<b>129</b>	<b>19,863</b>	<b>8,935</b>	<b>28,927</b>

		Parent company			
DKK'000		Share capital	Retained earnings	Proposed dividend	Total
	Equity at 1 July 2015	129	18,837	0	18,966
	Foreign exchange adjustments regarding foreign subsidiaries	0	-42	0	-42
	Profit for the year	0	1,068	8,935	10,003
	<b>Equity at 30 June 2016</b>	<b>129</b>	<b>19,863</b>	<b>8,935</b>	<b>28,927</b>

At 30 June 2016 the Group owns own shares totalling 37.78% of the share capital. The acquisition of own shares is deducted from the Group's retained earnings.

The share capital for the past five years is specified as follows:

		Consolidated				
DKK'000		2015/16	2014/15	2013/14	2012/13	2011/12
	Share capital at 1 July	129	129	129	129	129
	Capital increase	0	0	0	0	0
	<b>Share capital at 30 June</b>	<b>129</b>	<b>129</b>	<b>129</b>	<b>129</b>	<b>129</b>

		Parent company				
DKK'000		2015/16	2014/15	2013/14	2012/13	2011/12
	Share capital at 1 July	129	129	129	129	129
	Capital increase	0	0	0	0	0
	<b>Share capital at 30 June</b>	<b>129</b>	<b>129</b>	<b>129</b>	<b>129</b>	<b>129</b>

Consolidated financial statements and parent company financial statements for  
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Notes to the financial statements

DKK'000	Consolidated	
	2015/16	2014/15
<b>9 Non-controlling interests</b>		
Non-controlling interests at 1 July	-230	329
Additions in the year	0	13
Share of profit for the year	668	99
Foreign exchange adjustments	-17	-3
Distributed dividends	-542	-668
Non-controlling interests at 30 June	<u>-121</u>	<u>-230</u>

10 Non-current liabilities

DKK'000	Consolidated				
	Total liabilities 1 July 2015	Total liabilities 30 June 2016	Repayment next year	Non-current portion	Outstanding debt after 5 years
Credit institutions	363	266	101	165	0
Amounts owed to associated companies	200	200	0	200	0
Other non-current liabilities	0	0	0	0	0
Leases liabilities	670	794	599	195	0
	<u>1,233</u>	<u>1,260</u>	<u>700</u>	<u>560</u>	<u>0</u>

DKK'000	Parent company				
	Total liabilities 1 July 2015	Total liabilities 30 June 2016	Repayment next year	Non-current portion	Outstanding debt after 5 years
Credit institutions	363	266	101	164	0
Leases liabilities	670	794	599	195	0
	<u>1,033</u>	<u>1,060</u>	<u>700</u>	<u>359</u>	<u>0</u>

## Consolidated financial statements and parent company financial statements for the period 1 July 2015 - 30 June 2016

### Notes to the financial statements

#### 11 Contractual obligations and contingent items, etc.

The Management of Entertainment Trading ApS has confirmed to the Management in the subsidiaries Coolfasion ApS, BySommer ApS and PigePakken ApS to support the companies in 2016/17 and does not demand its receivables settled unless alternative funding can be provided for the companies.

The parent company has for bank facilities provided a joint and several guarantee for the subsidiary, BySommer ApS.

The Group's bank has on behalf of the Group provided guarantees totalling DKK 775 thousand at 30 June 2016.

Entertainment Trading ApS is jointly taxed with the Danish subsidiaries. As the administration company the Company has joint and several unlimited liability for Danish corporation taxes and withholding taxes on dividends, interest and royalties. At 30 June 2016, the net taxes payable to the Danish Central Tax Administration by the companies included in the joint taxation amounted to DKK 1,473 thousands. Any subsequent corrections of the taxable income subject to joint taxation or withholding taxes on dividends, etc., may entail that the companies' liability will increase.

#### 12 Mortgages and collateral

A floating charge totalling DKK 17,000 thousand has been provided as security for credit facilities in bank covering Entertainment Trading ApS.

As collateral for long-term debt to Credit institutions totalling DKK 265 thousand at 30 June 2016 there has been provided security in Fixtures and fittings other plant and equipment at a total value of DKK 234 thousand at 30 June 2016.

#### 13 Ownership

The following shareholders are registered in the Company's register of shareholders as holding at least 5% of the voting rights or 5% of the share capital:

Cajuna Holding ApS, Denmark  
JR Holdings ApS, Denmark  
MDN Holding ApS, Denmark  
Gareth Dain, England  
Anthony Hograth, England

**Consolidated financial statements and parent company financial statements for  
the period 1 July 2015 - 30 June 2016**

**Notes to the financial statements**

DKK'000	Consolidated	
	2015/16	2014/15
<b>14 Changes in working capital</b>		
Change in inventories	-13,496	-3,814
Change in receivables	273	422
Change in trade payables and other capital	11,155	5,574
	<u>-2,068</u>	<u>2,182</u>
<b>15 Cash and cash equivalents</b>		
<b>Cash and cash equivalents at 1 July comprise</b>		
Cash at bank and in hand	4,339	3,606
Bank loans and overdrafts	-11,659	-10,493
	<u>-7,320</u>	<u>-6,887</u>
<b>Cash and cash equivalents at 30 June comprise</b>		
Cash at bank and in hand	1,983	4,339
Bank loans and overdrafts	-3,523	-11,659
	<u>-1,540</u>	<u>-7,320</u>