

ActionSportGames A/S

Address: Bjergvangen 1, DK-3060 Espergærde

CVR-number 27 07 26 66

Annual Report 2021

Annual report for the financial period: 2 April 2021 - 31 December 2021

Approved at the annual general meeting of shareholders on 16 June 2022

Martin Skovbjerg
chairman

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Company Information

The Company	ActionSportGames A/S Bjergvangen 1 DK-3060 Espergærde Municipality of reg. office: Helsingør
Supervisory Board	Martin Skovbjerg, chairman Johnny Percy Pedersen Jérôme Jacques Marsac Henrik Grobelnik
Executive board	Johnny Percy Pedersen
Auditors	Aaen & Co. statsautoriserede revisorer p/s Kongevejen 3 DK-3000 Helsingør
Bank	Nordea Bank Danmark A/S Jylland Vest Erhvervscenter Østergade 4-6 DK-7400 Herning
Financial year	2 April - 31 December

Information on calculation of key figures and financial ratios

DKK '000	2021 (9 months)	2020/21	2019/20	2018/19	2017/18
Net turnover	25.164	25.479	16.012	17.451	21.956
GrossMargin	12.759	8.971	92	-155	4.805
Interest net	-228	-862	-584	-507	-781
Profit for the year	12.733	8.871	280	-159	3.416
Fixed assets	18.797	15.911	9.048	5.862	4.231
Current assets	76.424	57.209	70.482	62.371	60.776
Total assets	95.221	73.120	79.530	68.233	65.007
Share capital	1.111	1.111	1.000	1.000	1.000
Equity capital	57.351	48.188	35.783	36.504	36.663
Provisions	135	212	122	0	0
Long-term debt	0	0	0	0	0
Short-term debt	37.735	24.720	43.625	31.729	28.344
Total liabilities	95.221	73.120	79.530	68.233	65.007
Cash flows					
Cash flows from:					
- operating activities	-2.174	27.864	-8.215	4.668	10.860
- investing activities	-2.011	-4.495	-4.862	-2.884	-481
-- investment in non-current assets					
-- investment in current assets	-2.011	-4.495	-2.727	-2.513	-509
- financing activities	2.443	-15.483	11.798	325	-10.289
Net increase (decrease) in cash and cash equivalents	-1.742	7.886	-1.278	2.109	89
Average number of employees	34	34	36	37	35
Key figures in %					
Return on capital employed	13,4	12,3	0,1	-0,2	7,4
Liquidity ratio	202,5	231,4	161,6	196,6	214,4
Solvency ratio	60,2	65,9	45,0	53,5	56,4
Return on investment	24,1	21,1	0,8	-0,4	9,9

Explanation of key figures

Return on capital employed: Profit (loss) from ordinary operating activities x 100 / Total assets

Liquidity ratio: Current assets x 100 / Short-term liabilities

Solvency ratio: Equity end-of-year x 100 / Total assets

Return on investment: Profit (loss) x 100 / Average equity

Management's Review

The Company's business review

The Company's main activities are to be engaged in commercial activities in the form of trade and manufacturing in sales, import, and export of replica firearms, including Airsoft guns, Airguns, and related accessories intended for action-packed leisure and sports activities.

Financial year

The ActionSportGames Group have changed the financial year to the calendar year. The 2021 Annual Report covers the period 2 April 2021 – 31 December 2021 (9 months).

Significant changes in the company's activities and financial affairs

The ActionSportGames Group financial results show a profit of DKK 14,948,045 (9 months) against a profit of DKK 11,306,648 (12 months) for the year 2020/21.

During the financial year 2021, the focus for management has still been to embrace the impact from the global crises in regard to logistic and production capacity (internal/external). The increased price index on transport and raw materials have complicated the situation. For this financial year we have managed to operate and control these challenges which will continue to be an uncertain factor in the coming year as well.

The acquired company in 2020, L R Nash (SMK) Ltd in the UK, have been full integrated successfully and have contributed positively to the result in the entire financial year.

The Greece affiliated operation is still not operative and has impacted the result negatively. It is expected that the operation in Greece can and will be a successful part of ASG's operation in the coming years.

A strong focus on digitalisation is on the agenda for the entire group. The new strategy for development and renewal of ASG digital infrastructure is in progress. The approval plans are in place and implementation is in progress. It is expected that this IT strategy will further add to ASG's vision and productivity (profitability) over the coming 2-3 years.

2022 Outlook

For 2022, a result is expected at the same level as 2021

Statement by the Board of Directors and Executive Board on the annual report

Today, the Board of Directors and the Executive Board have discussed and approved the Annual Report for 2 April 2021 - 31 December 2021 for ActionSportGames A/S.

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

In our opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the Company's financial position at 31 December 2021 and of the results of its operations and cash flows for the financial year 2 April 2021 – 31 December 2021.

In our opinion, the Management's Review contains a fair review of the development of the consolidated and the parent's activities and financial position.

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

Espergærde, 16 June 2022

Executive Board

Johnny Percy Pedersen

Board of Directors

Martin Skovbjerg, Chairman

Jérôme Jacques Marsac

Johnny Percy Pedersen

Henrik Grobelnik

Independent Auditor's Report

To the shareholders of ActionSportGames A/S:

Opinion

We have audited the Consolidated Financial Statements and the Parent Company Financial Statements of ActionSportGames A/S for the financial year 2 April - 31 December 2021, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for both the Group and the Parent Company, as well as a consolidated statement of cash flows. The Consolidated Financial Statements and the Parent Company Financial Statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the Consolidated Financial Statements and the Parent Company Financial Statements give a true and fair view of the financial position of the Group and the Parent Company at 31 December 2021, and of the results of the Group and Parent Company operations, as well as the consolidated cash flows for the financial year 2 April - 31 December 2021 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements and the Parent Company Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), together with the ethical requirements that are relevant to our audit of the financial statements in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Statements and the Parent Company Financial Statements

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

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

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

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements and the Parent Company Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users of accounting information taken on the basis of these Consolidated Financial Statements and Parent Company Financial Statements.

Independent auditor's report

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements and the Parent Company Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Parent Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the Consolidated Financial Statements and the Parent Company Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Parent Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements and the Parent Company Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Consolidated Financial Statements and the Parent Company Financial Statements, including the disclosures, and whether the Consolidated Financial Statements and the Parent Company Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Consolidated Financial Statements and the Parent Company Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

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

Independent auditor's report

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

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

Elsinore, 16 June 2022
Aaen & Co. statsautoriserede revisorer p/s
Kongevejen 3, 3000 Helsingør - CVR nummer 33 24 17 63

Søren Appelrod
State Authorised Public Accountant
MNE23301

Accounting Policies

Basis of accounting

The 2021 Annual Report of ActionSportGames A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class C, medium-size enterprises.

The accounting policies applied by the company are consistent with those of last year.

The financial year consists of 9 months. Last year was 12 months.

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

Recognition and measurement

Revenues are recognised in the income statement as earned, which includes recognition of value adjustments of financial assets and liabilities. Furthermore, all expenses incurred, including depreciation, amortisation and impairment losses, are recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the maturity period. Amortised cost is calculated as original cost less any deductions and with the addition/deduction of the cumulative amortisation of any difference between cost and the nominal amount. In this way, capital losses and gains are allocated over the maturity period.

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

Conversion policies

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

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

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

Accounting Policies

Income Statement

Gross profit

With reference to section 32 of the Danish financial statements act, the items "Revenue", "Other external expenses" and "Other operating income" are consolidated into one item designated "Gross profit".

Revenue

Income from the rendering of services is recognised as revenue as the services are rendered, implying that revenue corresponds to the market value of the services rendered in the year (percentage-of-completion method). Revenue is measured at fair value of the agreed consideration exclusive of VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

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

Other external expenses

Other external expenses comprise the year's expenses relating to the entity's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Staff costs

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

Other operating income

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

Financial income and expenses

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

Corporation tax

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

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

Accounting Policies

Balance Sheet

Intangible assets

Acquired intangible asset, consisting of licences, trademarks and patents are measured at cost less accumulated depreciation or at the recoverable amount where this is lower. Licences, trademarks, and patents are amortised over the term of the agreement.

Development projects are measured at cost less accumulated depreciation or at the recoverable amount where this is lower. Development costs are depreciated over the term of the projects, 3-5 years.

Property, plant, and equipment

Other fixtures, fittings, tools, and equipment and leasehold improvements are measured at cost less accumulated depreciation and amortisation.

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

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

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

Other fixtures, fittings, tools, and equipment	3-7	years
Leasehold improvements	4-6	years

Gains or losses on sale of property, plant and equipment are calculated as the difference between the sales price less sales expenses and the carrying amount at the time of the sale. Gains or losses are recognised in the income statement as other operating income or other operating expenses, respectively.

Deposits

Deposits are measured at amortised cost.

Investments in group entities

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

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

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

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

Newly acquired or newly founded companies are recognised in the financial statements from the time of acquisition. Companies sold or wound up are recognised until the time of sale.

Accounting Policies

Investments in group entities (continued)

On acquisition of new subsidiaries and associates, the purchase method is applied, according to which the assets and liabilities of the newly acquired companies are measured at fair value at the time of acquisition. Provision is made to cover expenses relating to restructurings decided in the acquired company in connection with the acquisition. The tax effect of the reassessments made is taken into consideration, cf. below description of goodwill.

Positive differences (goodwill) between the cost and the fair value of assets and liabilities taken over, including provisions for restructuring, are recognised in investments in group enterprises and associates and depreciated over the useful life which is determined on the basis of Management's experience within the individual business areas. The period of depreciation is 15 years. The carrying amount of goodwill is currently assessed and written down in the income statement in the cases where the carrying amount exceeds the expected future net income from the company or the activity relating to the goodwill.

Inventories

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

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

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

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

Receivables

Receivables are measured at amortised cost, which usually corresponds to the nominal value. Provisions are made for bad debts because of objective evidence that a receivable or a group of receivables are impaired.

Deferred income assets

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

Cash and cash equivalents

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

Dividends

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

Accounting Policies

Corporation tax and deferred tax

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

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

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be either realised, by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity and jurisdiction. Any deferred net tax assets are measured at net realisable value.

Deferred tax is measured based on the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to be crystallised as current tax. For the current year, a tax rate of 22% has been applied.

Debt

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

Cash flow statement

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

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

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

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

Income statement 2 April 2021 - 31 December 2021

Note	Group		Parent Company	
	2021 (9 months)	2020/21	2021 (9 months)	2020/21
	41.408.622	40.905.059	25.163.799	25.478.807
Gross profit				
1 Employee expense	19.676.491	24.378.566	10.849.758	14.565.233
2 Depreciation, amortisation and impairment losses of property, plant and equipment	2.262.942	2.933.707	1.555.454	1.942.230
Profit (loss) from ordinary operating activities	19.469.189	13.592.786	12.758.587	8.971.344
8 Income from investments in group enterprises	0	0	2.878.230	2.457.185
Other finance income	0	1.873.941	1.282	15
Other finance expenses	554.468	933.560	229.211	862.148
Profit (loss) from ordinary activities before tax	18.914.721	14.533.167	15.408.888	10.566.396
3 Tax expense	3.966.676	3.226.519	2.676.134	1.695.171
Profit (loss)	14.948.045	11.306.648	12.732.754	8.871.225
Result of the group shown as:				
Result ActionSportGames A/S	12.732.754	8.871.225		
Minority interests	2.215.291	2.435.423		
	14.948.045	11.306.648		

Balance sheet 31 December 2021

Assets

Note	Group		Parent Company		
	2021	2020/21	2021	2020/21	
5	Goodwill	5.704.614	6.730.540	0	0
	Completed development projects	3.961.178	3.664.196	3.961.178	3.664.196
	Acquired intangible assets	494.281	566.611	494.281	566.611
	Development projects in progress	58.010	58.010	58.010	58.010
6	Intangible assets	10.218.083	11.019.357	4.513.469	4.288.817
	Leasehold improvements	352.543	234.414	232.270	92.468
	Fixtures, fittings, tools and equipment	3.591.519	3.729.558	1.143.835	1.211.150
7	Property, plant and equipment	3.944.062	3.963.972	1.376.105	1.303.618
8	Investments in group entities	0	0	12.873.564	10.311.624
	Other long-term receivables	33.717	6.871	33.717	6.871
	Investments	33.717	6.871	12.907.281	10.318.495
	Non-current assets	14.195.862	14.990.200	18.796.855	15.910.930
	Inventories	75.617.321	43.781.138	57.460.593	34.371.378
	Short-term trade receivables	11.420.067	10.358.035	9.682.898	9.294.996
	Short-term receivables from group enterprises	775.156	781.022	1.608.861	1.687.817
	Short-term tax receivables	139.097	0	0	0
	Other short-term receivables	853.626	664.852	694.583	600.633
	Deferred income assets	2.270.064	6.522.283	2.250.492	5.813.517
	Receivables	15.458.010	18.326.192	14.236.834	17.396.963
	Cash and cash equivalents	9.295.842	11.037.686	4.726.656	5.440.801
	Current assets	100.371.173	73.145.016	76.424.083	57.209.142
	Total assets	114.567.035	88.135.216	95.220.938	73.120.072

Balance sheet 31 December 2021

Liabilities

Note	Group		Parent Company	
	2021	2020/21	2021	2020/21
Share capital	1.111.112	1.111.112	1.111.112	1.111.112
Reserve for net revaluation according to equity method	7.354.971	4.575.972	7.354.971	4.575.972
Reserve for development expenditure	3.134.967	2.903.321	3.134.967	2.903.321
Retained earnings	33.749.619	36.297.675	33.749.619	36.297.675
Proposed dividend recognised in equity	12.000.000	3.300.000	12.000.000	3.300.000
Shareholders in Pedersen & Grobelnik's share of equity	57.350.669	48.188.080	57.350.669	48.188.080
Minority interests	4.828.053	2.837.642		
Equity	62.178.722	51.025.722	57.350.669	48.188.080
9 Provisions for deferred tax	17.860	390.906	135.560	211.950
Provisions	17.860	390.906	135.560	211.950
Short-term debt to banks	26.010.760	20.233.717	21.624.862	15.455.375
Trade payables	14.838.674	5.892.236	9.759.473	2.630.879
Payables to group enterprises	0	0	1.607.091	1.633.415
3 Tax payables	4.391.368	2.785.545	2.752.524	1.605.101
Other payables	7.129.651	7.807.090	1.990.759	3.395.272
Short-term debt	52.370.453	36.718.588	37.734.709	24.720.042
Total debt	52.370.453	36.718.588	37.734.709	24.720.042
Total liabilities and equity	114.567.035	88.135.216	95.220.938	73.120.072
10 Disclosure of mortgages and collaterals				
11 Liabilities under leases disclosed separately				
12 Contingent liabilities				
13 Ownership				

Equity

Group equity

	Share capital	Reserve for net revaluation according to equity method	Reserve for development expenditure	Minority interests	Retained earnings	Proposed dividend recognised in equity	Equity total
Equity 2. april 2020	1.000.000	1.508.504	27.265	0	33.247.567	0	35.783.336
Capital increase	111.112			402.219	3.439.229		3.952.560
Currency adjustment					-16.822		-16.822
Reserve for development expenditure			2.611.872		-2.611.872		0
Retained earnings		3.067.468	264.184	2.435.423	2.239.573	3.300.000	11.306.648
Equity 1. april 2021	<u>1.111.112</u>	<u>4.575.972</u>	<u>2.903.321</u>	<u>2.837.642</u>	<u>36.297.675</u>	<u>3.300.000</u>	<u>51.025.722</u>
Equity 2. april 2021	1.111.112	4.575.972	2.903.321	2.837.642	36.297.675	3.300.000	51.025.722
Dividend paid						-3.300.000	-3.300.000
Currency adjustment				-224.880	-270.165		-495.045
Retained earnings		2.778.999	231.646	2.215.291	-2.277.891	12.000.000	14.948.045
Equity 31. december 2021	<u>1.111.112</u>	<u>7.354.971</u>	<u>3.134.967</u>	<u>4.828.053</u>	<u>33.749.619</u>	<u>12.000.000</u>	<u>62.178.722</u>

Equity

Parent Company equity

	Share capital	Reserve for net revaluation according to equity method	Reserve for development expenditure	Retained earnings	Proposed dividend recognised in equity	Equity total
Equity 2. april 2020	1.000.000	1.508.504	27.265	33.247.567	0	35.783.336
Capital increase	111.112			3.439.229		3.550.341
Currency adjustment				-16.822		-16.822
Reserve for development expenditure			2.611.872	-2.611.872		0
Retained earnings		3.067.468	264.184	2.239.573	3.300.000	8.871.225
Equity 1. april 2021	1.111.112	4.575.972	2.903.321	36.297.675	3.300.000	48.188.080
Equity 2. april 2021	1.111.112	4.575.972	2.903.321	36.297.675	3.300.000	48.188.080
Dividend paid					-3.300.000	-3.300.000
Currency adjustment				-270.165		-270.165
Retained earnings		2.778.999	231.646	-2.277.891	12.000.000	12.732.754
Equity 31. december 2021	1.111.112	7.354.971	3.134.967	33.749.619	12.000.000	57.350.669

Share capital consists of 1.111 share of DKK 100. No shares are granted special rights.

Group cash flow statement

Note	2020/21 (9 months)	2020/21
Profit (loss)	14.948.045	11.306.648
Decrease (increase) in inventories	-31.836.183	4.789.320
Decrease (increase) in receivables	3.001.413	1.413.838
Decrease (increase) in trade payables	8.268.999	3.457.878
Adjustments of profit (loss) from participating interests after tax	0	0
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets	2.262.942	2.933.707
Adjustments of tax expense	3.966.676	3.226.519
Cash flow from ordinary operating activities	611.892	27.127.910
Income taxes paid (refund), classified as operating activities	-2.785.545	735.682
Cash flows from operating activities	-2.173.653	27.863.592
Purchase of intangible assets, classified as investing activities	-1.212.495	-2.180.772
Purchase of property, plant and equipment, classified as investing activities	-798.584	-2.313.997
Dividends received from participating interests	0	0
Other cash flows from (used in) investing activities	0	0
Cash flows from (used in) investing activities	-2.011.079	-4.494.769
Dividend paid	-3.300.000	0
Other cash flows from (used in) financing activities	-40.021	-16.822
Incurrence of debt to group enterprises	5.866	-6.608.109
Incurrence of debt to credit institutions	5.777.043	-8.857.711
Cash flows from financing activities	2.442.888	-15.482.642
Net increase (decrease) in cash and cash equivalents	-1.741.844	7.886.181
Cash and cash equivalents, beginning balance	11.037.686	3.151.505
Cash and cash equivalents, ending balance	9.295.842	11.037.686

Notes to the annual accounts

	Group		Parent Company	
	2021 (9 months)	2020/21	2021 (9 months)	2020/21
1 Employee expenses				
Wages/salaries	18.265.703	22.312.909	9.438.970	12.499.576
Pensions	1.199.385	1.770.391	1.199.385	1.770.391
Other social security costs	211.403	295.266	211.403	295.266
	<u>19.676.491</u>	<u>24.378.566</u>	<u>10.849.758</u>	<u>14.565.233</u>
Average number of employees	<u>64</u>	<u>61</u>	<u>34</u>	<u>34</u>
2 Depreciation, amortisation expenses and impairment loss				
Goodwill	456.605	627.105	0	0
Acquired licences, trademarks and patents	72.330	89.586	72.330	89.586
Completed development projects	915.513	1.013.786	915.513	1.013.786
Fixtures, fittings, tools and equipment	725.689	1.017.719	496.479	687.478
Leasehold improvements	92.805	185.511	71.132	151.380
	<u>2.262.942</u>	<u>2.933.707</u>	<u>1.555.454</u>	<u>1.942.230</u>
3 Tax expense on ordinary activities				
Tax on the taxable income for the year	4.339.722	3.115.457	2.752.524	1.605.101
Increase of the provision for deferred tax	-373.046	111.062	-76.390	90.070
	<u>3.966.676</u>	<u>3.226.519</u>	<u>2.676.134</u>	<u>1.695.171</u>
4 Proposed distribution of profit:				
Reserve for net revaluation according to equity method	2.778.999	3.067.468	2.778.999	3.067.468
Proposed dividend recognised in equity	12.000.000	3.300.000	12.000.000	3.300.000
Transferred to reserve for development expenditure	231.646	264.184	231.646	264.184
Minority interests	2.215.291	2.435.423		
Retained earnings	-2.277.891	2.239.573	-2.277.891	2.239.573
Total distribution	<u>14.948.045</u>	<u>11.306.648</u>	<u>12.732.754</u>	<u>8.871.225</u>

Notes to the annual accounts

	Group		Parent Company	
	2021 (9 months)	2020/21	2021 (9 months)	2020/21
5 Goodwill				
Purchase price, beginning of year	7.366.133	2.532.914		
Additions for the year	0	4.833.219		
Disposals for the year	0	0		
Purchase price, end of year	<u>7.366.133</u>	<u>7.366.133</u>		
Depreciation, beginning of year	635.593	0		
Correction due to depreciation previous year	673.596	0		
Depreciations for the year	456.605	627.105		
Currency adjustment	-104.275	8.488		
Reversed depreciation on disposals for the year	0	0		
Depreciations, end of year	<u>1.661.519</u>	<u>635.593</u>		
Note book value, end of year	<u>5.704.614</u>	<u>6.730.540</u>		
6 Intangible assets				
	Completed development projects	Acquired licences, trademarks and patents	Completed development projects	Acquired licences, trademarks and patents
Cost at 2 April 2021	5.428.114	1.115.837	5.428.114	1.115.837
Reclassified from property, plant and equipment	0		0	
Additions in the year	1.212.495	0	1.212.495	0
Disposals in the year	0	0	0	0
Cost at 31 December 2021	<u>6.640.609</u>	<u>1.115.837</u>	<u>6.640.609</u>	<u>1.115.837</u>
Impairment losses and depreciation at 2 April 2021	1.763.918	549.226	1.763.918	549.226
Reclassified from property, plant and equipment	0		0	
Amortisation/depreciation in the year	915.513	72.330	915.513	72.330
Reversal of amortisation/depreciation and impairment of disposals	0	0	0	0
Impairment losses and depreciation at 31 December 2021	<u>2.679.431</u>	<u>621.556</u>	<u>2.679.431</u>	<u>621.556</u>
Carrying amount at 31 December 2021	<u>3.961.178</u>	<u>494.281</u>	<u>3.961.178</u>	<u>494.281</u>
Amortised over	<u>3-5 years</u>	<u>10 -20 years</u>	<u>3-5 years</u>	<u>10 -20 years</u>

Notes to the annual accounts

	Group		Parent Company	
6 Intangible assets (continued)				
	Development projects in progress	Development projects in progress		
Cost at 2 April 2021	58.010	58.010		
Reclassified from property, plant and equipment				
Additions in the year	0	0		
Disposals in the year	0	0		
Cost at 31 December 2021	58.010	58.010		
Impairment losses and depreciation at 2 April 2021	0	0		
Reclassified from property, plant and equipment				
Amortisation/depreciation in the year	0	0		
Reversal of amortisation/depreciation and impairment of disposals	0	0		
Impairment losses and depreciation at 31 December 2021	0	0		
Carrying amount at 31 December 2021	58.010	58.010		
7 Property, plant and equipment				
	Leasehold improvements	Fixtures, fittings, tools and equipment	Leasehold improvements	Fixtures, fittings, tools and equipment
Cost at 2 April 2021	1.702.792	7.282.015	1.282.037	3.040.514
Reclassified to intangible assets	0	0	0	0
Additions in the year	210.934	587.650	210.934	429.164
Disposals in the year	0	0	0	0
Cost at 31 December 2021	1.913.726	7.869.665	1.492.971	3.469.678
Impairment losses and depreciation at 2 April 2021	1.468.378	3.552.457	1.189.569	1.829.364
Reclassified to intangible assets	0	0	0	0
Amortisation/depreciation in the year	92.805	725.689	71.132	496.479
Reversal of amortisation/depreciation and impairment of disposals	0	0	0	0
Impairment losses and depreciation at 31 December 2021	1.561.183	4.278.146	1.260.701	2.325.843
Carrying amount at 31 December 2021	352.543	3.591.519	232.270	1.143.835
Amortised over	4-6 years	3-7 years	4-6 years	3-7 years

Notes to the annual accounts

	Parent Company	
	2020/21	2020/21
8 Investments in group entities		
Cost at 2 April 2021	2.678.730	2.158.471
Additions in the year	0	520.259
Disposals in the year	0	0
Cost at 31 December 2021	2.678.730	2.678.730
Value adjustments at 2 April 2021	4.575.972	1.508.504
Value adjustments in the year	3.095.289	3.084.290
Currency adjustment	-270.165	-16.822
Dividends	-46.125	0
Value adjustments at 31 December 2021	7.354.971	4.575.972
Added value goodwill at 2 April	3.056.922	428.134
Correction previous year, goodwill	0	0
Additions in the year	0	3.255.893
Amortisation/depreciation in the year	-217.059	-627.105
Added value goodwill at 1 April	2.839.863	3.056.922
Carrying amount at 31 December 2021	12.873.564	10.311.624
Income from investments in group enterprises		
The result of the year, investments in group enterprises	3.095.289	3.084.290
Amortisation/depreciation in the year, added value	-217.059	-627.105
	2.878.230	2.457.185

Long-term investments are specified as follows:

100% of share capital of EUR 2,000 in ActionSportGames SAS, France

100% of share capital of SEK 100,000 in ActionSportGames Sweden AB

100% of share capital of USD 1,000 in ActionSportGames USA Inc.

100% of share capital of GBP 100 in ActionSportGames UK Ltd.

100% of share capital of EUR 2,000 in ActionSportGames Greece s.m.p.c

58% of share capital of GBP 100 in L R Nash (SMK) Ltd

Notes to the annual accounts

	Group		Parent Company	
	2021	2020/21	2021	2020/21
9 Provisions for deferred tax				
Provisions for deferred tax, 2 April	390.906	279.844	211.950	121.880
Adjustment of the provision for deferred tax	-373.046	111.062	-76.390	90.070
Provisions for deferred tax, ultimo	17.860	390.906	135.560	211.950
Provision for deferred tax as the following:				
Intangible assets			992.962	943.545
Property, plant and equipment			-827.029	-701.221
Other costs			-30.373	-30.373
			135.560	211.950

10 Disclosure of mortgages and collaterals

As collateral for outstanding balances with Nordea A/S, a floating charge of DKK 12,500,000 with security in simple claims, inventories and goodwill, has been established.

11 Liabilities under leases disclosed separately

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

Obligation to pay rent of DKK 6,612,000 until 31 December 2025.

12 Contingent liabilities

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

The company is jointly taxed with the parent company Pedersen & Grobelnik ApS as the administration company. The company is jointly and severally liable with the other jointly taxed Group companies for payment of withholding taxes payable and for corporation taxes.

13 Ownership

Related parties with significant influence over the entity:

Pedersen & Grobelnik ApS, Bakkegårdsvej 304, DK-3050 Humlebæk