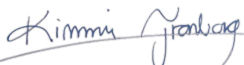


**L.C.O. PROPERTIES ApS  
c/o Intertrust Denmark  
Harbour House  
Sundkrogsgade 21  
DK-2100 Copenhagen  
Central Business  
Registration No 28654464  
ANNUAL REPORT 2020**

The Annual General Meeting adopted the annual report on 5<sup>th</sup> February 2021

Chairman of the General Meeting



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Name: Kimmie Tronborg Sanderhoff

# L.C.O. PROPERTIES ApS

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## ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

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## Company details

**Company:**

L.C.O. Properties ApS  
Sundkrogsgade 21  
DK-2100 Copenhagen

Central Business Registration No: 28654464  
Registered in: Copenhagen  
Financial year: 01.01.2020 – 31.12.2020

**Executive Board:**

Kimmie Tronborg Sanderhoff, CEO  
Adam Charles Mackie  
Ashley James Mackie

**Independent Auditors:**

Deloitte Statsautoriseret Revisionspartnerselskab  
Weidekampsgade 6  
2300 Copenhagen S  
Denmark

## Statement by Management on the annual report

The Executive Board has today considered and approved the annual report of L.C.O. Properties ApS for the financial year 1 January 2020 to 31 December 2020.

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

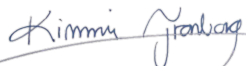
In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31 December 2020 and the results of its operations for the financial year 1 January 2020 to 31 December 2020.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for the adoption at the Annual General Meeting.

Copenhagen, 5th February 2021

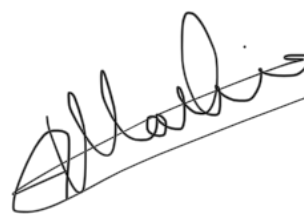
### Executive Board



Kimmie Tronborg Sanderhoff  
GEO



Adam Charles Mackie



Ashley James Mackie

## Independent practitioner's report

### To the shareholders of L.C.O. PROPERTIES ApS

#### Conclusion

We have performed an extended review of the financial statements of L.C.O. PROPERTIES ApS for the financial year 1 January 2020 to 31 December 2020, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared under the provisions of the Danish Financial Statements Act.

Based on the work performed, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31 December 2020 and of the results of the Entity's operations for the financial year 1 January 2020 to 31 December 2020 in accordance with the Danish Financial Statements Act.

#### Basis for conclusion

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

#### Management's responsibilities for the financial statements

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

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

#### Practitioner's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and in addition perform specifically required supplementary procedures to obtain further assurance about our conclusion.

An extended review comprises procedures that primarily consist of making inquiries of Management and others within the Entity, as appropriate, analytical procedures and the specifically required supplementary procedures as well as evaluation of the evidence obtained.

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

# L.C.O. PROPERTIES ApS

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## Statement on the management commentary

Management is responsible for the management commentary.

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

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

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

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

Copenhagen, 5th February 2021

## Deloitte

Statsautoriseret Revisionspartnerselskab  
Business Registration No 33 96 35 56



Thomas Hermann  
State-Authorised Public Accountant  
Identification No (MNE) mne26740

## Management commentary

### Primary activities

The Company's main activity is to buy and hire out real property in Denmark and abroad.

### Development in activities and finances

Results for the year are considered satisfactory. The Company holds 3 buildings in France and realizes a gross profit of 172 498 EUR as of 31 December 2020. Profit for the year amounts to 18 381 EUR in 2020 (2019: -34 899 EUR).

The Company's activities are financed by a loan from the Parent. It is the intention of the Parent to continue the financial support of the Company as long as necessary.

The equity is expected to be reestablished through future income and a conversion of the Company's payables to group enterprises to equity.

### Events after the balance sheet date

None.

## Accounting policies

### Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The Company has decided to submit the annual report in euros in accordance with section 16 of the Danish Financial Statements Act.

The accounting policies applied for these financial statements are consistent with those applied last year.

### Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognized in the balance sheet when the Entity has a legal and constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time presentation of the annual report and that confirm or invalidate affairs and conditions existing at balance sheet date are considered at recognition and measurement.

Income is recognized in the income statement where earned, whereas costs are recognized by the amounts attributable to this financial year.

### Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at payment date, or the rate at the balance sheet date are recognized in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

### Income statement

#### Gross profit or loss

Gross profit or loss comprises revenue, other operating income, other external expenses and property costs.

#### Revenue

Rent is recognized in the income statement for the financial year which the rent concerns.

#### Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Company's primary activities, including gains from the sale of property, plant and equipment.



# L.C.O. PROPERTIES ApS

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## Accounting policies (continued)

### Income statement (continued)

#### Other external expenses

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

#### Property costs

Property costs include costs incurred to operate the Company's properties in the financial year, including repair and maintenance costs, property tax and electricity, water and heating, which are not charged directly from the lessee.

#### Amortization, depreciation and impairment losses

Amortization, depreciation and impairment losses relating to the property, plant and equipment comprise amortization, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of property, plant and equipment.

#### Financial expenses from group companies

Financial expenses from group enterprises comprise interest expenses and payables to group companies.

### Balance sheet

#### Property, plant and equipment

Land and buildings are stated at cost, net of accumulated depreciation and/or accumulated impairment losses, if any. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the assets until they are ready for their intended use.

Depreciation is computed on a straight-line basis over the following estimated useful lives, deemed to represent the economic-technical life of the assets to which they refer:

<b>Category</b>	<b>Useful lives</b>
Land and buildings	20-50 years

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

#### Receivables

Receivables are measured at amortized cost, usually equaling normal value less write downs for bad and doubtful debts.

#### Prepayments

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

## L.C.O. PROPERTIES ApS

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### **Balance sheet (continued)**

#### **Cash**

Cash comprises cash in hand and bank deposits.

#### **Other financial liabilities**

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

## L.C.O. PROPERTIES ApS

### Income statement for the year ended 31 December 2020

	31/12/2020	31/12/2019
<b>Gross profit</b>	172 498	165 098
Depreciation, amortisation and impairment losses	(98 980)	(98 099)
<b>Operating profit/loss</b>	<b>73 518</b>	<b>67 000</b>
Financial expenses from group enterprises	(55 136)	(101 898)
<b>Profit/loss for the year</b>	<b>18 381</b>	<b>(34 899)</b>
<b>Tax on net profit for the year</b>	0	0
<b>LOSS FOR THE YEAR</b>	<b>18 381</b>	<b>(34 899)</b>
<b>Proposed distribution of the profit/(loss)</b>	<b>18 381</b>	<b>(34 899)</b>
Retained earnings	18 381	(34 899)
	<b>18 381</b>	<b>(34 899)</b>

## Balance sheet at 31 December 2020

	Notes	2020 EUR	2019 EUR
Land and buildings		1 670 564	1 769 545
<b>Property, plant and equipment</b>	1	<b>1 670 564</b>	<b>1 769 545</b>
<b>Fixed assets</b>		<b>1 670 564</b>	<b>1 769 545</b>
Trade receivables		435	198
Prepayment		1 802	1 789
<b>Receivables</b>		<b>2 237</b>	<b>1 987</b>
<b>Cash</b>		<b>39 001</b>	<b>55 752</b>
<b>Current assets</b>		<b>41 238</b>	<b>57 739</b>
<b>Assets</b>		<b>1 711 802</b>	<b>1 827 284</b>
	Notes	2020 EUR	2019 EUR
Contributed capital		16 769	16 769
Retained earnings		(4 434 184)	(4 452 565)
<b>Equity</b>	2	<b>(4 417 415)</b>	<b>(4 435 796)</b>
Payables to group enterprises	3	6 022 000	6 122 000
Other payables		48 000	48 000
<b>Non-current liabilities other than provisions</b>		<b>6 070 000</b>	<b>6 170 000</b>
Trade payables		-	-
Payables to group enterprises		41 399	75 947
Other payables		17 817	17 132
<b>Current liabilities other than provisions</b>		<b>59 216</b>	<b>93 079</b>
<b>Liabilities other than provisions</b>		<b>6 129 216</b>	<b>6 263 079</b>
<b>Equity and liabilities</b>		<b>1 711 802</b>	<b>1 827 284</b>

## Statement of changes in equity at 31 December 2020

	<b>Contributed capital EUR</b>	<b>Retained earnings EUR</b>	<b>Total EUR</b>
Equity beginning of year	<b>16 769</b>	<b>(4 452 565)</b>	<b>(4 435 796)</b>
Profit / Loss for the year	<b>-</b>	<b>18 381</b>	<b>18 381</b>
<b>Equity end of year</b>	<b>16 769</b>	<b>(4 434 184)</b>	<b>(4 417 415)</b>

## Notes to the annual report

### 1- Property plant and equipment

Property, plant and equipment includes land and buildings that are rented to earn income.

	<b>Land</b>	<b>Buildings</b>	<b>Total</b>
<b>Cost</b>			
<b>At 31 December 2019</b>	<b>473 892</b>	<b>2 531 169</b>	<b>3 005 061</b>
Additions	-	-	-
Disposals	-	-	-
<b>At 31 December 2020</b>	<b>473 892</b>	<b>2 531 169</b>	<b>3 005 061</b>
<b>Depreciation and impairment</b>			
<b>At 31 December 2019</b>	<b>-</b>	<b>(1 235 518)</b>	<b>(1 235 518)</b>
Depreciation charge for the year	-	-	-
Impairment	-	(98 980)	(98 980)
<b>At 31 December 2020</b>	<b>-</b>	<b>(1 334 498)</b>	<b>(1 334 498)</b>
<b>Net book value</b>			
<b>At 31 December 2020</b>	<b>473 892</b>	<b>1 196 671</b>	<b>1 670 564</b>
<b>At 31 December 2019</b>	<b>473 892</b>	<b>1 295 652</b>	<b>1 769 545</b>

## Notes to the annual report (continued)

### 2- Contributed capital

There have been no changes to the share capital for the last 5 years.

### 3- Loan payable to shareholder

A loan of an initial amount of €12 072 000 has been granted to the Company by its Parent to finance the acquisition of land and buildings. Since January 1<sup>st</sup> 2020, the loan bears interests at fixed rate to 0.90%. At 31 December 2020, the loan amounts to €6 022 000 (2019:€6 122 000).The interest payable to the shareholder amounts to €41 399 (2019: €75 947). The total interest expenses for the year amount to €55 135 (2019: €101 898).

### 4- Claims of creditor subordinated to other creditors

The Company's long-term debt is issued by the Parent. The Parent has issued a letter of support to the Company which is valid until 31 December 2021.

### 5- Related parties with control

CEF (W) S.A. (the "Parent") owns all shares in the Company.

### 6- Consolidation

Name and registered office of the Ultimate Parent preparing consolidated financial statements for the largest and for the smallest group:

Yesss Group (W) S.A., Luxembourg.

