

Simone Pérèle Nordics ApS
Dronning Olgas Vej 43 A, 2000 Frederiksberg

Company reg. no. 30 20 53 91

Annual report

2018

The annual report was submitted and approved by the general meeting on the 24 May 2019.



Philippe Grodner Chairman
Chairman of the meeting

Contents

	<u>Page</u>
Reports	
Management's report	1
Independent auditor's report on extended review	2
Management's review	
Company data	4
Management's review	5
Annual accounts 1 January - 31 December 2018	
Accounting policies used	6
Profit and loss account	9
Balance sheet	10
Statement of changes in equity	12
Notes	13

Notes:

- To ensure the greatest possible applicability of this document, British English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Management's report

The board of directors and the managing director have today presented the annual report of Simone Pérèle Nordics ApS for the financial year 1 January to 31 December 2018.

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

We consider the accounting policies used appropriate, and in our opinion the annual accounts provide a true and fair view of the company's assets and liabilities and its financial position at 31 December 2018 and of the company's results of its activities in the financial year 1 January to 31 December 2018.

We are of the opinion that the management's review includes a fair description of the issues dealt with.

The annual report is recommended for approval by the general meeting.

Frederiksberg, 24 May 2019

Managing Director



Mathieu Julien Grodner

Board of directors



Philippe Grodner

Independent auditor's report on extended review

To the shareholders of Simone Pérèle Nordics ApS

Opinion

We have performed extended review of the annual accounts of Simone Pérèle Nordics ApS for the financial year 1 January to 31 December 2018, which comprise accounting policies used, profit and loss account, balance sheet, statement of changes in equity and notes. The annual accounts are prepared in accordance with the Danish Financial Statements Act.

Based on the work we have performed, we believe that the annual accounts give a true and fair view of the company's assets, liabilities and financial position at 31 December 2018 and of the results of the company's operations for the financial year 1 January to 31 December 2018 in accordance with the Danish Financial Statements Act.

Basis for opinion

We performed the extended review in accordance with the standard from the Danish Business Authority applicable on auditor's reports to small enterprises and in accordance with the standard from the Danish Institute of State Authorised Public Accountants applicable on extended review of annual accounts prepared in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the below section "Auditor's responsibilities for the extended review of the annual accounts". We are independent of the company in accordance with international ethics standards for accountants (IESBA's Code of Ethics) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these standards and requirements. We believe that the evidence obtained is sufficient and appropriate to provide a basis for our opinion.

The management's responsibilities for the annual accounts

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

In preparing the annual accounts, the management is responsible for evaluating the company's ability to continue as a going concern, and, when relevant, disclosing matters related to going concern and using the going concern basis of accounting when preparing the annual accounts, unless the management either intends to liquidate the company or to cease operations, or if it has no realistic alternative but to do so.

Auditor's responsibilities for the extended review of the annual accounts

Our responsibility is to express an opinion on the annual accounts. This requires that we plan and perform our procedures with the purpose of achieving moderate assurance as to our opinion on the annual accounts. Furthermore, it requires that we perform particularly required additional procedures with a view to achieving further assurance as to our opinion.

Independent auditor's report on extended review

An extended review comprises procedures primarily comprising inquiries to the management and to other persons within the enterprise when appropriate, analytical procedures, and the particularly required additional procedures along with an evaluation of the achieved audit evidence.

The scope of the procedures performed during an extended review is less than in case of an audit, and consequently, we do not express any audit opinion on the annual accounts.

Statement on the management's review

The management is responsible for the management's review.

Our opinion on the annual accounts does not cover the management's review, and we do not express any kind of assurance opinion on the management's review.

In connection with our extended review of the annual accounts, our responsibility is to read the management's review and in that connection consider whether the management's review is materially inconsistent with the annual accounts or our knowledge obtained during the extended review, or whether it otherwise appears to contain material misstatement.

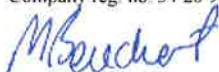
Furthermore, it is our responsibility to consider whether the management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we believe that the management's review is in accordance with the annual accounts and that it has been prepared in accordance with the requirements of the Danish Financial Statement Acts. We did not find any material misstatement in the management's review.

Copenhagen, 24 May 2019

Grant Thornton

State Authorised Public Accountants
Company reg. no. 34 20 99 36



Michael Beuchert

State Authorised Public Accountant
mne32794

Company data

The company	Simone Pérèle Nordics ApS Dronning Olgas Vej 43 A 2000 Frederiksberg Company reg. no. 30 20 53 91 Established: 22 January 2007 Financial year: 1 January - 31 December
Board of directors	Philippe Grodner
Managing Director	Mathieu Julien Grodner
Auditors	Grant Thornton, Statsautoriseret Revisionspartnerselskab Stockholmsgade 45 2100 København Ø
Parent company	Simone Pérèle France SAS

Management's review

The principal activities of the company

The Company's principal activities consist of running business with the textile industry and hereby associated business.

Development in activities and financial matters

The gross profit for the year is DKK 3,7m against DKK 3,8m last year. The results from ordinary activities after tax are DKK -0,8m against DKK 0,1m last year. The management consider the results unsatisfactory.

The expected development

The Company has lost its share capital, but expects to re-establish it through own earning.

Events subsequent to the financial year

After the end of the financial year, no events have occurred which may change the financial position of the Company substantially.

Accounting policies used

The annual report for Simone Pérèle Nordics ApS is presented in accordance with those regulations of the Danish Financial Statements Act concerning companies identified as class B enterprises. Furthermore, the company has chosen to comply with some of the rules applying for class C enterprises.

The accounting policies used are unchanged compared to last year, and the annual accounts are presented in Danish kroner (DKK).

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the company is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the company is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concerns matters existing on the balance sheet date.

The profit and loss account

Gross profit

The gross profit comprises the net turnover, changes in inventories of finished goods and work in progress, work performed for own purposes and capitalised, other operating income, and external costs.

The net turnover is recognised in the profit and loss account if delivery and risk transfer to the buyer have taken place before the end of the year, and if the income can be determined reliably and is expected to be received. The net turnover is recognised exclusive of VAT and taxes and with the deduction of any discounts granted in connection with the sale.

Costs of sales includes costs for the purchase of raw materials and consumables less discounts and changes in inventories.

Accounting policies used

Staff costs

Staff costs include salaries and wages including holiday allowances, pensions and other costs for social security etc. for staff members. Staff costs are less public reimbursements.

Depreciation, amortisation and writedown

Depreciation comprise depreciation on tangible fixed assets.

Net financials

Net financials comprise interest, realised and unrealised capital gains and losses concerning financial assets and liabilities, amortisation of financial assets and liabilities, additions and reimbursements under the Danish tax prepayment scheme, etc. Financial income and expenses are recognised in the profit and loss account with the amounts that concerns the financial year.

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

The balance sheet

Tangible fixed assets

The basis of depreciation is cost with the addition of revaluations at fair value and with the deduction of expected residual value after the end of the useful life of the asset.

Other tangible fixed assets are measured at cost with deduction of accrued depreciation and writedown.

The basis of depreciation is cost with deduction of any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the book value, the amortisation discontinues.

The cost comprises the acquisition cost and costs directly attached to the acquisition until the time when the asset is ready for use.

Depreciation takes place on a straight line basis and based on an evaluation of the expected useful life :

	<i>Useful life</i>
<i>Other plants, operating assets, fixtures and furniture</i>	<i>3 years</i>

Inventories

Merchandise are measured at cost comprising purchase price plus delivery costs.

Accounting policies used

Debtors

Debtors are measured at amortised cost which usually corresponds to face value. In order to meet expected losses, writedown takes place at the net realisable value.

Accrued income and deferred expenses

Accrued income and deferred expenses recognised under assets comprise incurred costs concerning the next financial year.

Available funds

Available funds comprise cash at bank.

Corporate tax and deferred tax

Current tax receivable and tax liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on previous years' taxable income and prepaid taxes. Tax receivable and tax liabilities are set off to the extent that legal right of set-off exists and if the items are expected to be settled net or simultaneously.

Deferred tax is measured on the basis of all temporary differences in assets and liabilities with a balance sheet focus.

Liabilities

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

Profit and loss account 1 January - 31 December

All amounts in DKK.

Note	2018	2017
Gross profit	3.666.080	3.782.557
2 Staff costs	-4.327.648	-3.594.881
Depreciation of tangible fixed assets	-77.753	-71.544
Operating profit	-739.321	116.132
Other financial income	186	339
Other financial costs	-82.133	-56.240
Results before tax	-821.268	60.231
3 Tax on ordinary results	0	0
Results for the year	-821.268	60.231
Proposed distribution of the results:		
Allocated to results brought forward	0	60.231
Allocated from results brought forward	-821.268	0
Distribution in total	-821.268	60.231

Balance sheet 31 December

All amounts in DKK.

Assets			
<u>Note</u>		<u>2018</u>	<u>2017</u>
Fixed assets			
4	Other plants, operating assets, and fixtures and furniture	101.855	179.579
	Tangible fixed assets in total	101.855	179.579
	Deposits	33.000	33.000
	Financial fixed assets in total	33.000	33.000
	Fixed assets in total	134.855	212.579
Current assets			
	Inventories	2.289.376	2.921.134
	Inventories in total	2.289.376	2.921.134
	Trade debtors	2.815.908	2.885.658
	Accrued income and deferred expenses	183.397	11.574
	Debtors in total	2.999.305	2.897.232
	Available funds	929.889	982.717
	Current assets in total	6.218.570	6.801.083
	Assets in total	6.353.425	7.013.662

Balance sheet 31 December

All amounts in DKK.

Equity and liabilities			
<u>Note</u>		<u>2018</u>	<u>2017</u>
Equity			
	Contributed capital	125.000	125.000
	Results brought forward	-3.372.439	-2.551.171
	Equity in total	-3.247.439	-2.426.171
Liabilities			
	Trade creditors	68.518	119.118
	Debt to group enterprises	7.833.860	8.368.457
	Other debts	1.698.486	952.258
	Short-term liabilities in total	9.600.864	9.439.833
	Liabilities in total	9.600.864	9.439.833
	Equity and liabilities in total	6.353.425	7.013.662

1 Uncertainties concerning the enterprise's ability to continue as a going concern**5 Contingencies****6 Related parties**

Statement of changes in equity

All amounts in DKK.

	Contributed capital	Results brought forward	In total
Equity 1 January 2017	125.000	-2.611.402	-2.486.402
Profit or loss for the year brought forward	0	60.231	60.231
Equity 1 January 2018	125.000	-2.551.171	-2.426.171
Profit or loss for the year brought forward	0	-821.268	-821.268
	125.000	-3.372.439	-3.247.439

Notes

All amounts in DKK.

1. Uncertainties concerning the enterprise's ability to continue as a going concern

The Company has net liabilities, but expects to re-establish the equity through future earnings. The company has received a letter of support concerning year 2019 from its parent company Simone Pérèle France SAS, where the parent declares its intention to make the necessary funding available, so the company can pay its debts and obligations of up to 12 months after the balance sheet date.

	2018	2017
2. Staff costs		
Salaries and wages	3.851.934	3.168.857
Pension costs	415.882	375.809
Other costs for social security	59.832	50.215
	4.327.648	3.594.881
Average number of employees	7	8

3. Tax on ordinary results

Tax of the results for the year	0	0
Adjustment for the year of deferred tax	0	0
	0	0

The Company has an unrecognized tax asset of 637 TDKK.

4. Other plants, operating assets, and fixtures and furniture

Cost 1 January 2018	367.252	303.817
Additions during the year	0	162.967
Disposals during the year	0	-99.532
Cost 31 December 2018	367.252	367.252
Depreciation and writedown 1 January 2018	-187.673	-202.784
Depreciation for the year	-77.724	-63.952
Depreciation, amortisation and writedown for the year, assets disposed of	0	79.063
Depreciation and writedown 31 December 2018	-265.397	-187.673
Book value 31 December 2018	101.855	179.579

Notes

All amounts in DKK.

5. Contingencies

Contingent liabilities

Leasing liabilities

The company has made an office-rent agreement. Total liability for payment of rent amounts to 103 TDKK.

The company has contracted lease arrangements for 2 cars. total liability for lease payment amounts to 275 TDKK.

6. Related parties

Controlling interest

Simone Pérèle France SAS
8 Rue Fournier, 92 582
Clichy, France

Majority shareholder