

Kenmar International ApS

Bækvej 91
8700 Horsens

CVR no. 30 55 12 30

Annual report for 2021

(15th Financial year)

Adopted at the annual general meeting
on 24. juni 2022

Kenneth Lützhøft Hansen
chairman

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Statement by management on the annual report

The executive board has today discussed and approved the annual report of Kenmar International ApS for the financial year 1 January - 31 December 2021.

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

In my opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2021 and of the results of the company's operations for the financial year 1 January - 31 December 2021.

In my opinion, management's review includes a fair review of the matters dealt with in the management's review.

Management recommends that the annual report should be approved by the company in general meeting.

Horsens, 24 June 2022

Executive board

Kenneth Lützhøft Hansen

Independent auditor's report on extended review

To the shareholder of Kenmar International ApS

Opinion

We have performed extended review of the financial statements of Kenmar International ApS for the financial year 1 January - 31 December 2021, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes. The financial statements are prepared under the Danish Financial Statements Act.

Based on the performed work it is our opinion, that the financial statements give a true and fair view of the company's financial position at 31 December 2021 and of the results of the company's operations for the financial year 1 January - 31 December 2021 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our extended review in accordance with the Danish Business Authority's standard on auditor's report for small enterprises and FSR - danish auditors' standard on extended review of financial statements in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and IESBA Code. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the financial statements

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

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

Auditor's responsibility for the extended review of the financial statements

Our responsibility is to express a conclusion on the accompanying financial statements. This requires us to perform procedures in order to obtain limited assurance for our conclusion on these financial statements, and in addition perform specifically required supplementary procedures in order to obtain additional assurance for our conclusion.

Independent auditor's report on extended review

An extended review of financial statements includes procedures primarily consisting of making inquiries of management and others within the entity, as appropriate, applying analytical procedures and the specifically required supplementary procedures, and evaluating the evidence obtained.

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

Statement on management's review

Management is responsible for management's review.

Our opinion on the financial statements does not cover management's review, 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 management's review and, in doing so, consider whether management's review is materially inconsistent with the financial statements or our knowledge obtained during the extended review, or otherwise appears to be materially misstated.

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 management's review 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 management's review.

Hellerup, 24 June 2022

CVR no. 33 25 68 76



Lasse Nørgård
Statsautoriseret revisor
MNE no. mne10675

Company details

The company

Kenmar International ApS
Bækvej 91
8700 Horsens

CVR no.: 30 55 12 30

Reporting period: 1 January - 31 December 2021

Incorporated: 19 June 2007

Domicile: Horsens

Executive board

Kenneth Lützhøft Hansen

Auditors

Crowe
Statsautoriseret Revisionsinteressentskab v.m.b.a.
Rygårds Allé 104
2900 Hellerup

Management's review

Business review

The purpose of the company is to run a trading business and other related business.

Financial review

The company's income statement for the year ended 31 December 2021 shows a loss of DKK 1.572.236, and the balance sheet at 31 December 2021 shows negative equity of DKK 2.104.599.

Due to the unfortunate development in the Pandemic, the company has not been able to obtain a sufficient revenue to regain the company capital.

The company has made a write down on stocks as per 31 December 2021 of tDKK 653. The amount is included in Gross Profit/Loss.

The shareholder has issued a letter of support as well as standing down on his receivable for external creditors. It is management's belief, that the company is granted with sufficient funds to be considered a going concern, and the financial statement is presented under this assumption. Including the subordinated loan capital DKK 1.901.998, the net equity is -215.201

Significant events occurring after the end of the financial year

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

Accounting policies

The annual report of Kenmar International ApS for 2021 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, as well as provisions applying to reporting class C entities.

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

The annual report for 2021 is presented in DKK

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits 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 from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit/Loss

Gross profit is a summary of net sales, other operating income less costs of merchandise and other external costs.

Revenue

Income from the sale of merchandise is recognized in the income statement when delivery and transfer of risk to the buyer has taken place, and if the income can be calculated reliably and is expected to be received.

Revenue is measured at the fair value of the agreed consideration, excluding VAT and other indirect taxes. Revenue is net of all types of discounts granted.

Accounting policies

Other external costs

Other external costs include expenses related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Financial income and expenses

Financial income and expenses are recognized in the income statement with the amounts relating to the financial year. Financial items include interest income and expenses as well as surcharges and reimbursement under the advance tax scheme, etc.

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Balance sheet

Stocks

Stocks are measured at cost using the FIFO method. Where the net realisable value is lower than the cost, inventories are recognised at this lower value.

Cost price for merchandise includes acquisition price plus home delivery costs.

The net realisable value of stocks is calculated as the expected selling price less direct costs of completion and expenses incurred to effect the sale. The net realisable value is determined taking into account marketability, obsolescence and expected selling price movements.

Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable is impaired, an impairment loss for that individual asset is recognised.

Equity

Dividends

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Accounting policies

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively. Deferred tax is measured at net realisable value.

Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Income statement
1 January 2021 - 31 December 2021

	<u>Note</u>	<u>2021</u> DKK	<u>2020</u> TDKK
Gross profit/Loss		-1.214.577	2.886
Staff costs	1	<u>-227.386</u>	<u>-1.175</u>
Profit/loss before net financials		-1.441.963	1.711
Financial costs		<u>-130.273</u>	<u>-2</u>
Profit/loss before tax		-1.572.236	1.709
Tax on profit/loss for the year		<u>0</u>	<u>0</u>
Profit/loss for the year		<u>-1.572.236</u>	<u>1.709</u>
 Recommended appropriation of profit/loss			
Retained earnings		<u>-1.572.236</u>	<u>1.709</u>
		<u>-1.572.236</u>	<u>1.709</u>

Balance sheet at 31 December 2021

	<u>Note</u>	<u>2021</u> DKK	<u>2020</u> TDKK
Assets			
Finished goods and goods for resale		2.433.740	4.393
Stocks		<u>2.433.740</u>	<u>4.393</u>
Trade receivables		123.736	232
Other receivables		989	0
Receivables		<u>124.725</u>	<u>232</u>
Cash at bank and in hand		<u>5</u>	<u>101</u>
Total current assets		<u>2.558.470</u>	<u>4.726</u>
Total assets		<u><u>2.558.470</u></u>	<u><u>4.726</u></u>

Balance sheet at 31 December 2021

	<u>Note</u>	<u>2021</u> DKK	<u>2020</u> TDKK
Equity and liabilities			
Share capital		125.000	125
Retained earnings		-2.229.599	-658
Equity		-2.104.599	-533
Subordinate loan capital		1.889.398	1.000
Total non-current liabilities	2	1.889.398	1.000
Banks		1.472.959	0
Trade payables		413.886	2.875
Other payables		886.826	1.384
Total current liabilities		2.773.671	4.259
Total liabilities		4.663.069	5.259
Total equity and liabilities		2.558.470	4.726
Contingent assetes and liabilities	4		
Mortgages and collateral	5		

Statement of changes in equity

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2021	125.000	-657.363	-532.363
Net profit/loss for the year	0	-1.572.236	-1.572.236
Equity at 31 December 2021	<u>125.000</u>	<u>-2.229.599</u>	<u>-2.104.599</u>

Notes

	<u>2021</u> DKK	<u>2020</u> TDKK
1 Staff costs		
Wages and salaries	217.917	1.150
Other social security costs	9.469	1
Other staff costs	<u>0</u>	<u>24</u>
	<u>227.386</u>	<u>1.175</u>
Average number of employees	<u>2</u>	<u>2</u>

2 Long term debt

	Debt at 1 January 2021	Debt at 31 December 2021	Instalment next year	Debt outstanding after 5 years
Subordinate loan capital	<u>1.000.000</u>	<u>1.889.398</u>	<u>0</u>	<u>0</u>
	<u>1.000.000</u>	<u>1.889.398</u>	<u>0</u>	<u>0</u>

The loan is granted as subordinated loan capital and is thus subordinated to other creditors. The loan is granted as a standing loan without interest and can be repaid no earlier than 30 June 2023.

3 Uncertainty about the continued operation (going concern)

Due to the unfortunate development in the Pandemic, the company has not been able to obtain a sufficient revenue to regain the company capital. The company has made a write down on stocks as per 31 December 2021 of tDKK 653. The amount is included in Gross Profit/Loss. The shareholder has issued a letter of support as well as standing down on his receivable for external creditors. It is management's belief, that the company is granted with sufficient funds to be considered a going concern, and the financial statement is presented under this assumption. Including the subordinated loan capital DKK 1.901.998, the net equity is -202.601.

4 Contingent assets and liabilities

The company has an unrecognized tax asset DKK 471.376, which consists of tax losses carried forward.

The company has entered into short term rent agreements for stock purposes. The agreements can be terminated with short notice.

Notes

5 Mortgages and collateral

As security for bank debt, the company has issued an Indemnity Letter in the form of a corporate mortgage limited to TDKK 1.500. The pledge includes goodwill, etc., operating equipment and fixtures and fittings, inventories and receivables from sales. The book value of assets covered by the corporate mortgage amounts to per. 31 December 2021 TDKK 2.556.