

COLORFUL LICENSES SCANDINAVIA ApS

Ryttergårdsvej 20, 11. 2.
3520 Farum
Business Registration No
32945287

Annual report 2017

The Annual General Meeting adopted the annual report on 15.06.2018

Chairman of the General Meeting

Name: Gerrit Jacob Meelker

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Entity details

Entity

COLORFUL LICENSES SCANDINAVIA ApS

Ryttergårdsvej 20, 11. 2.

3520 Farum

Central Business Registration No (CVR): 32945287

Registered in: Furesø

Financial year: 01.01.2017 - 31.12.2017

Executive Board

Gerrit Jacob Meelker

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus C

Statement by Management on the annual report

The management of the company have today considered and approved the annual report of COLORFUL LICENSES SCANDINAVIA ApS for the financial year 01.01.2017 - 31.12.2017.

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

In my opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2017 and of the results of its operations for the financial year 01.01.2017 - 31.12.2017.

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

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

Farum, 15.06.2018

Executive Board

Gerrit Jacob Meelker

Independent auditor's reports

To the shareholders of COLORFUL LICENSES SCANDINAVIA ApS

Report on extended review of the financial statements

We have performed an extended review of the financial statements of COLORFUL LICENSES SCANDINAVIA ApS for the financial year 01.01.2017 - 31.12.2017. The financial statements, which comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies, are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility 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.

Auditor's responsibility

Our responsibility is to express an opinion on the financial statements. We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors.

This requires that we comply with the Danish Public Accountants Act and FSR – Danish Auditors' Code of Conduct and plan and perform procedures to obtain limited assurance about our opinion on the financial statements and that we perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our opinion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical procedures and specifically required supplementary procedures as well as evaluating the evidence obtained.

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

Conclusion

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2017 and of the results of its operations for the financial year 01.01.2017 - 31.12.2017 in accordance with the Danish Financial Statements Act.

Emphasis of matter affecting the financial statements

As the financial statements are not presented on a going concern basis, the accounting principle has been changed for which reason the financial statements are presented using the realisation principle.

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.

Independent auditor's reports

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.

Aarhus, 15.06.2018

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556

Morten Gade Steinmetz
State Authorised Public Accountant
Identification No (MNE) mne34145

Management commentary

Primary activities

The Company's activity primarily consists of sale of apparel, bags and other accessories.

Development in activities and finances

The loss for the year amounted to DKK 514k, which Management does not consider satisfactory.

The Company has lost the contributed capital, which is not expected to be restored through future earnings. As the Company is expected to be closed during 2018, it has been decided to present the financial statements using the realisation principle.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Income statement for 2017

	<u>Notes</u>	<u>2017 DKK</u>	<u>2016 DKK</u>
Gross loss		(370.990)	(252.528)
Other financial expenses		<u>(143.105)</u>	<u>(149.843)</u>
Profit/loss for the year		<u>(514.095)</u>	<u>(402.371)</u>
Proposed distribution of profit/loss			
Retained earnings		<u>(514.095)</u>	<u>(402.371)</u>
		<u>(514.095)</u>	<u>(402.371)</u>

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017 DKK</u>	<u>2016 DKK</u>
Other fixtures and fittings, tools and equipment		0	0
Property, plant and equipment	2	<u>0</u>	<u>0</u>
Fixed assets		<u>0</u>	<u>0</u>
Trade receivables		42.955	114.623
Receivables from group enterprises		104.300	0
Prepayments		0	23.226
Receivables		<u>147.255</u>	<u>137.849</u>
Cash		<u>7.691</u>	<u>230.344</u>
Current assets		<u>154.946</u>	<u>368.193</u>
Assets		<u>154.946</u>	<u>368.193</u>

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017</u> <u>DKK</u>	<u>2016</u> <u>DKK</u>
Contributed capital		80.000	80.000
Retained earnings		<u>(6.236.385)</u>	<u>(5.722.290)</u>
Equity		<u>(6.156.385)</u>	<u>(5.642.290)</u>
Subordinate loan capital		<u>4.157.832</u>	<u>4.036.730</u>
Non-current liabilities other than provisions		<u>4.157.832</u>	<u>4.036.730</u>
Trade payables		30.745	27.243
Payables to group enterprises		2.079.903	1.871.655
Other payables		<u>42.851</u>	<u>74.855</u>
Current liabilities other than provisions		<u>2.153.499</u>	<u>1.973.753</u>
Liabilities other than provisions		<u>6.311.331</u>	<u>6.010.483</u>
Equity and liabilities		<u>154.946</u>	<u>368.193</u>

Going concern

1

Statement of changes in equity for 2017

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	80.000	(5.722.290)	(5.642.290)
Profit/loss for the year	0	(514.095)	(514.095)
Equity end of year	80.000	(6.236.385)	(6.156.385)

Notes

1. Going concern

The Company has lost the contributed capital, which is not expected to be restored through future earnings. As the Company is expected to be closed during 2018, it has been decided to present the financial statements using the realisation principle.

	Other fixtures and fittings, tools and equipment DKK
2. Property, plant and equipment	
Cost beginning of year	<u>133.805</u>
Cost end of year	<u>133.805</u>
Depreciation and impairment losses beginning of year	<u>(133.805)</u>
Depreciation and impairment losses end of year	<u>(133.805)</u>
Carrying amount end of year	<u>0</u>

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

Recognition and measurement

As the Company's continued operations are subject to material uncertainty, the elements in the balance sheet are measured in estimated realisation values, see also note 1.

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

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, cost of sales and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external expenses

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

Other financial expenses

Other financial expenses comprise interest expenses and net capital losses on securities, payables and transactions in foreign currencies etc.

Balance sheet

Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

Accounting policies

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment 5 years

Estimated useful lives and residual values are reassessed annually.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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