



ROOM COPENHAGEN A/S

Skodsborgvej 315
2850 Nærum
CVR No. 33041403

Annual report 2020

The Annual General Meeting adopted the
annual report on 20.05.2021

René Dethlefsen

Chairman of the General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's report	4
Management commentary	7
Income statement for 2020	9
Balance sheet at 31.12.2020	10
Statement of changes in equity for 2020	12
Notes	13
Accounting policies	18

Entity details

Entity

ROOM COPENHAGEN A/S

Skodsborgvej 315

2850 Nærum

CVR No.: 33041403

Registered office: Rudersdal

Financial year: 01.01.2020 - 31.12.2020

Board of Directors

Morten Pitzner, chairman

Jacob Andersen, vice chairman

Allan Carsten Bülow

Anders Bjørn Thielholdt

Executive Board

Jacob Eberhard, CEO

René Dethlefsen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of ROOM COPENHAGEN A/S for the financial year 01.01.2020 - 31.12.2020.

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 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020.

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

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

Nærum, 14.04.2021

Executive Board

Jacob Eberhard
CEO

René Dethlefsen

Board of Directors

Morten Pitzner
chairman

Jacob Andersen
vice chairman

Allan Carsten Bülow

Anders Bjørn Thieffoldt

Independent auditor's report

To the shareholder of ROOM COPENHAGEN A/S

Opinion

We have audited the financial statements of ROOM COPENHAGEN A/S for the financial year 01.01.2020 - 31.12.2020, 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 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 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 financial statements" section of this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board of 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 audit 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 Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the 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 taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the 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 Entity'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 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 Entity'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 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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

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 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 audit 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 audit 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, 14.04.2021

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Henrik Jacob Vilmann Wellejus
State Authorised Public Accountant
Identification No (MNE) mne24807

Hans Tauby
State Authorised Public Accountant
Identification No (MNE) mne44339

Management commentary

Financial highlights

	2020	2019	2018	2017	2016
	DKK'000	DKK'000	DKK'000	DKK'000	DKK'000
Key figures					
Gross profit/loss	12,711	24,219	15,817	18,409	11,740
Operating profit/loss	568	14,880	7,038	8,992	2,981
Net financials	1,784	(848)	(2,557)	(4,976)	(4,028)
Profit/loss for the year	2,449	11,264	3,866	4,834	939
Total assets	78,841	125,093	106,210	95,355	91,802
Investments in property, plant and equipment	6,918	5,869	3,638	2,838	2,528
Equity	32,392	30,216	18,506	14,763	17,502
Ratios					
Return on equity (%)	7.82	46.24	23.24	29.96	5.45
Equity ratio (%)	41.09	24.15	17.42	15.48	19.06

Financial highlights are defined and calculated in accordance with the current version of "Recommendations & Ratios" issued by the CFA Society Denmark.

Return on equity (%):

Profit/loss for the year * 100

Average equity

Equity ratio (%):

Equity * 100

Total assets

Primary activities

The Company's activity is to design, produce and distribute high quality designer products under licensed and/or own brands. The Company's range of products are sold in Europe, North America, Latin America, Middle East, Australia, New Zealand, and certain countries in Asia.

Development in activities and finances

In the financial year 2020, the Company realized a gross profit of DKK 12,711k compared to DKK 24,219k prior year.

The result after tax is a profit of DKK 2,449k compared to DKK 11,264k prior year, and is impacted negatively by the outbreak of coronavirus/COVID-19 and realized impairment losses of DKK 2,050k on intangible assets. The result is considered satisfactory taking the ongoing outbreak of coronavirus/COVID-19 into consideration.

Profit/loss for the year in relation to expected developments

The expectation last year, was to have a profit before tax in the range of DKK 5M – 10M. Due to the negative impact from the coronavirus/COVID-19 and the realized impairment losses, profit before tax was DKK 2,980k.

Uncertainty relating to recognition and measurement

Due to its operations, the Company is exposed to changes in exchange rates in the currencies USD, PLN and HKD.

Outlook

Management expects the Company to show positive development in profit before tax for 2021 based on continued focus on profitable business, launch of new products, and benefits captured from previously implemented initiatives and expect to be in the range of DKK 5M – 10M.

Possible negative effects of the COVID-19 pandemic have not been included in the outlook for 2021, as the timing and the economical effects cannot be measured at this time.

Intellectual capital resources

The Company is characterized by a dynamic knowledge environment which places great demands on the Company when it comes to collecting and disseminating information. Moreover, the individual employee's personal knowledge plays an important part.

Environmental performance

The Company is aware of the general societal focus on optimizing environmental conditions and the Company is working continuously to reduce the environmental impacts from the Company's operations.

The Company continuously verify that suppliers and factories are in compliance with environmental requirements.

Events after the balance sheet date

The outbreak of coronavirus/COVID-19 is still a current event in the months after 31.12.2020. The outbreak has resulted in a series of precautions, that affects the daily operations, both for the Company, suppliers, customers and other business partners. The economical effect cannot be measured at this time.

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

Income statement for 2020

	Notes	2020 DKK'000	2019 DKK'000
Gross profit/loss		12,711	24,219
Staff costs	2	(3,813)	(3,615)
Depreciation, amortisation and impairment losses	3	(8,330)	(5,724)
Operating profit/loss		568	14,880
Income from investments in group enterprises		628	331
Other financial income	4	2,375	208
Other financial expenses	5	(591)	(1,056)
Profit/loss before tax		2,980	14,363
Tax on profit/loss for the year	6	(531)	(3,099)
Profit/loss for the year	7	2,449	11,264

Balance sheet at 31.12.2020

Assets

	Notes	2020 DKK'000	2019 DKK'000
Acquired licences		178	301
Goodwill		2,820	5,640
Intangible assets	8	2,998	5,941
Plant and machinery		24,858	23,316
Property, plant and equipment	9	24,858	23,316
Investments in group enterprises		1,850	2,078
Financial assets	10	1,850	2,078
Fixed assets		29,706	31,335
Manufactured goods and goods for resale		635	1,941
Inventories		635	1,941
Trade receivables		29,521	17,378
Receivables from group enterprises		4,738	63,168
Other receivables		2,486	3,291
Prepayments	11	750	1,095
Receivables		37,495	84,932
Cash		11,005	6,885
Current assets		49,135	93,758
Assets		78,841	125,093

Equity and liabilities

	Notes	2020 DKK'000	2019 DKK'000
Contributed capital	12	884	884
Translation reserve		(25)	0
Reserve for net revaluation according to the equity method		1,409	1,612
Retained earnings		30,124	27,720
Equity		32,392	30,216
Deferred tax	13	734	331
Provisions		734	331
Bank loans		0	8,575
Non-current liabilities other than provisions	14	0	8,575
Current portion of non-current liabilities other than provisions	14	8,575	12,325
Bank loans		0	15
Trade payables		494	10,936
Payables to group enterprises	15	29,308	54,901
Joint taxation contribution payable		350	1,034
Other payables		6,988	6,760
Current liabilities other than provisions		45,715	85,971
Liabilities other than provisions		45,715	94,546
Equity and liabilities		78,841	125,093
Events after the balance sheet date	1		
Contingent liabilities	16		
Assets charged and collateral	17		
Related parties with controlling interest	18		
Non-arm's length related party transactions	19		
Group relations	20		

Statement of changes in equity for 2020

	Contributed capital DKK'000	Translation reserve DKK'000	Reserve for net revaluation according to the equity method DKK'000	Retained earnings DKK'000	Total DKK'000
Equity beginning of year	884	0	1,612	27,720	30,216
Exchange rate adjustments	0	(25)	(248)	0	(273)
Transfer for coverage of losses	0	0	(583)	583	0
Profit/loss for the year	0	0	628	1,821	2,449
Equity end of year	884	(25)	1,409	30,124	32,392

Notes

1 Events after the balance sheet date

The outbreak of coronavirus/COVID-19 is still a current event in the months after 31.12.2020. The outbreak has resulted in a series of precautions, that affects the daily operations, both for the Company, suppliers, customers and other business partners. The economical effect cannot be measured at this time.

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

2 Staff costs

	2020	2019
	DKK'000	DKK'000
Wages and salaries	3,716	3,515
Pension costs	65	62
Other social security costs	32	38
	3,813	3,615
Average number of full-time employees	4	5

	Remuneration of management 2020	Remuneration of management 2019
	DKK'000	DKK'000
Executive Board	2,300	1,219
Board of Directors	401	329
	2,701	1,548

3 Depreciation, amortisation and impairment losses

	2020	2019
	DKK'000	DKK'000
Amortisation of intangible assets	2,954	2,868
Depreciation of property, plant and equipment	3,326	2,788
Impairment losses on property, plant and equipment	2,050	0
Profit/loss from sale of intangible assets and property, plant and equipment	0	68
	8,330	5,724

4 Other financial income

	2020 DKK'000	2019 DKK'000
Financial income from group enterprises	1,848	71
Exchange rate adjustments	527	137
	2,375	208

5 Other financial expenses

	2020 DKK'000	2019 DKK'000
Financial expenses from group enterprises	83	100
Other interest expenses	442	604
Other financial expenses	66	352
	591	1,056

6 Tax on profit/loss for the year

	2020 DKK'000	2019 DKK'000
Current tax	350	922
Change in deferred tax	175	2,175
Adjustment concerning previous years	6	2
	531	3,099

7 Proposed distribution of profit and loss

	2020 DKK'000	2019 DKK'000
Retained earnings	2,449	11,264
	2,449	11,264

8 Intangible assets

	Acquired licences DKK'000	Goodwill DKK'000
Cost beginning of year	369	28,200
Additions	11	0
Cost end of year	380	28,200
Amortisation and impairment losses beginning of year	(68)	(22,560)
Amortisation for the year	(134)	(2,820)
Amortisation and impairment losses end of year	(202)	(25,380)
Carrying amount end of year	178	2,820

9 Property, plant and equipment

	Plant and machinery DKK'000
Cost beginning of year	36,163
Additions	6,918
Cost end of year	43,081
Depreciation and impairment losses beginning of year	(12,847)
Impairment losses for the year	(2,050)
Depreciation for the year	(3,326)
Depreciation and impairment losses end of year	(18,223)
Carrying amount end of year	24,858

10 Financial assets

	Investments in group enterprises DKK'000
Cost beginning of year	466
Exchange rate adjustments	(25)
Cost end of year	441
Revaluations beginning of year	1,612
Exchange rate adjustments	(248)
Share of profit/loss for the year	628
Investments with negative equity value depreciated over receivables	(583)
Revaluations end of year	1,409
Carrying amount end of year	1,850

Investments in subsidiaries	Registered in	Corporate form	Equity interest %
Room Copenhagen Inc.	USA	Inc.	100
Room Copenhagen GmbH	Germany	GmbH	100
Room Copenhagen Sp. Z.o.o.	Poland	Sp. Z.o.o.	100
Room Copenhagen Hong Kong Ltd.	China	Ltd.	100
Room Copenhagen Houseware (Shanghai) Co., Ltd.	China	Ltd.	100

11 Prepayments

Prepayments consists of prepaid expenses

12 Share capital

	Number	Par value DKK'000	Nominal value DKK'000
Shares	884,208	0,001	844
	884,208		844

13 Deferred tax

	2020 DKK'000	2019 DKK'000
Intangible assets	602	1,241
Property, plant and equipment	2,620	2,852
Tax losses carried forward	(2,488)	(3,762)
Deferred tax	734	331

Changes during the year	2020 DKK'000
Beginning of year	331
Recognised in the income statement	403
End of year	734

14 Non-current liabilities other than provisions

	Due within 12 months 2020 DKK'000	Due within 12 months 2019 DKK'000
Subordinate loan capital	0	10,000
Bank loans	8,575	2,325
	8,575	12,325

15 Payables to group enterprises

Payables to group enterprises include a Cash Pool of DKK 21,510k with Nordic Houseware Group A/S as holder of the top account. Nordic Houseware Group A/S guarantees for the bank debt.

16 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Pitzner Gruppen Holding A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

17 Assets charged and collateral

In connection with the conclusion of a Group Multi-Option Facility Agreement, the Company is jointly liable for all debts under the agreement together with all other companies in the Group.

Bank debt is secured by way of a general mortgage deed of DKK 20,000k. (2019: DKK 20,000k).

Trade receivables of DKK 29,521k (2019: DKK 17,378k) pledged as security for bank debt.

ROOM COPENHAGEN A/S guarantees for bank debt in the related company Plast Team A/S and for parent company Nordic Houeware Group A/S.

18 Related parties with controlling interest

Nordic Houseware Group A/S, Nærum, owns all shares in the Company and therefore has controlling interest.

Chest Bidco ApS, Nærum, owns all shares in Nordic Houseware Group A/S and therefore has indirect controlling interest.

Chest Topco ApS, Nærum, owns all shares in Chest Bidco and therefore has indirect controlling interest.

Pitzner Gruppen Holding A/S, Copenhagen, owns the majority of the shares in Chest Topco ApS and therefore has indirect controlling interest.

Axel Pitzner Fonden, Copenhagen, owns all shares in Pitzner Gruppen Holding A/S and therefore has indirect controlling interest.

19 Non-arm's length related party transactions

Only related party transactions not conducted on an arm's length basis are disclosed in the annual report. No such transactions have been conducted in the financial year.

20 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the largest group:
Axel Pitzner Fonden, Copenhagen

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:
Nordic Houseware Group A/S, Nærum

Accounting policies

Reporting class

This annual report has been prepared in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (medium).

We have performed reclassification of "Other operating expenses" to "Other external expenses" in the comparison period. The effect is, that other operating expenses in the annual report 2019, which comprised 16,028 DKK'000 has been moved to other external expenses in the comparison numbers. This reclassification has no effect on the annual result.

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

Consolidated financial statements

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

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 recognised in the balance sheet when the Entity has a legal or 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 of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

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, changes in inventories of finished goods, own work capitalised, cost of raw materials and consumables 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 and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Costs 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. writedowns.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, and gains and losses from the sale of intangible assets and property, plant and equipment.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of intra-group profits or losses.

Other financial income

Other financial income are recognized in the income statement at the amounts relating to the financial year. Other financial income comprise interest income and exchange gains.

Other financial expenses

Other financial expenses are recognized in the income statement at the amounts relating to the financial year. Other financial expenses comprise exchange losses, interest and other financial expenses.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with all Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet**Goodwill**

Goodwill is the positive difference between cost and fair value of assets and liabilities arising from an acquisition. Goodwill is amortised straight-line over its estimated useful life, which is fixed based on the experience gained by Management for each business area. The amortisation period is 10 years.

Goodwill is written down to the lower of recoverable amount and carrying amount.

Intellectual property rights etc

Intellectual property rights etc comprise of software.

Intellectual property rights acquired are measured at cost less accumulated amortisation. Intellectual property rights acquired are amortised over the term of the agreement, though never over more than 7 years.

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment

Property, plant and equipment are measured at cost and less accumulated depreciation and less any accumulated impairment losses.

Cost comprises the cost of acquisition and expenses directly related to the acquisition. For self-constructed assets, cost comprises direct and indirect expenses for labour, materials, components and sub-suppliers.

Depreciation is based on cost and reduced by any residual value and is calculated on a straight-line basis over the expected useful lives of the assets, which are:

Plant and machinery	3-12 years
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Estimated useful lives and residual values are reassessed annually.

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

Investments in group enterprises

Investments in subsidiaries are recognised and measured under the equity method.

Investments in subsidiaries include the proportionate ownership share of the equity of each subsidiary.

The total net revaluation of investments in subsidiaries is shown separately in equity in "Reserve for net revaluation under the equity method". The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in subsidiaries.

Subsidiaries with a negative net value are recognised and presented at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the subsidiary is presented as provisions.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation is imminent, a provision is recognised that is measured at present value of the costs deemed necessary to incur to settle the obligation.

Investments in group enterprises are written down to the lower of recoverable amount and carrying amount.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

The net realisable value of inventories is calculated at the amount expected to be generated by sale in the process of normal operations with deduction of selling expenses and costs of completion.

The cost of goods for resale, raw materials and consumables comprises purchase price plus delivery costs.

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.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Other financial liabilities

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

Joint taxation contributions payable or receivable

Current joint taxation contributions receivable or joint taxation contributions payable are recognised in the balance sheet, calculated as tax computed on the taxable income of the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.

Cash flow statement

A cash flow statement is presented for the entire Group, wherefore we refer to the annual report of Nordic Houseware Group A/S.