

Star Denmark ApS

CVR-nr. 34 59 91 22

Bryghuspladsen 8, 2.
1473 København K

Annual Report 2020

(Financial year 1 January 2020 - 31 December 2020)

The Annual Report is presented and
adopted at the Annual General Meeting of
shareholders on the 30 June 2021

Michael Schreibmann
Chairman of the meeting

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Management's Statement

The Executive Board have today considered and approved the Annual Report of 1 January 2020 - 31 December 2020 for Star Denmark ApS.

The Annual Report has been prepared in accordance with the Danish Financial Statements Act.

The Annual Report, that is not audited, has been prepared in accordance with the Danish Financial Statements Act. Management state that the conditions for non audit Annual Reports are met.

In my opinion the Financial Statements give a true and fair view of the Company's assets and liabilities, financial position and results of operations for the financial year ended 31 December 2020.

In my opinion the Management's Review gives a true and fair statement regarding the content in the Management's Review.

We recommend the Annual Report approved at the Annual General Meeting.

Copenhagen, 30 June 2021

Executive Board:

Michael Schreibmann

The AGM has decided that the financial statements for the next year shall not be audited.

Auditor's Compilation Report

To management of Star Denmark ApS

We have compiled the accompanying financial statements of Star Denmark ApS for the financial year 1 January 2020 - 31 December 2020, based on information the management have provided.

The financial statements comprise the income statement, the balance sheet, statement of changes in equity and accounting policies.

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our expertise to assist you in the preparation and presentation of these financial statements in accordance with Danish Financial Statements Act. We have complied with the rules in the Danish Audit Act and FSR - danske revisorer's ethic guidelines for auditors, including the principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with Danish Financial Statements Act.

Allerød, 30 June 2021

**Piaster Revisorerne,
Statsautoriseret Revisionsaktieselskab
CVR-nr.: 25 16 00 37**

Niels Kristian Tordrup Mørk
State Authorized Public Accountant
mne35462

Corporate information

The Company

Star Denmark ApS
Bryghuspladsen 8, 2.
1473 København K

Identification no.: 34 59 91 22
Founded: 13 June 2012
Registered office: Copenhagen
Financial year: 1 January - 31 December

Executive Board

Michael Schreibmann

Auditor

Piaster Revisorerne,
Statsautoriseret Revisionsaktieselskab
Engholm Parkvej 8
3450 Allerød

Management's Review

Primary activities of the Company

The company's primary activity is sales.

Development in activities and financial affairs

The company's financial performance is considered satisfying.

Income statement 1 January - 31 December

	Notes	2020	2019
Revenue		15.079.469	18.605.945
Other external expenses		-3.675.965	-4.343.771
Gross profit		11.403.504	14.262.174
Staff costs	1	-10.054.828	-13.129.837
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets recognised in profit or loss	2	-107.687	-79.171
Operating profit		1.240.989	1.053.166
Financial expenses		-12.473	-8.899
Profit before tax		1.228.516	1.044.267
Tax expense	3	-300.530	-269.170
Profit for the year		927.986	775.097
Proposed distribution of results			
Retained earnings		127.986	-24.903
Proposed dividend recognised in equity		800.000	800.000
Total distribution		927.986	775.097

Balance sheet at 31 December

Assets

	Notes	2020	2019
Fixtures, fittings, tools and equipment	4	138.202	245.889
Property, plant and equipment		138.202	245.889
Fixed assets		138.202	245.889
Receivables from group enterprises		3.006.740	1.002.993
Other receivables		437.184	529.404
Deferred tax assets		11.000	1.000
Deferred income		175.844	162.938
Receivables		3.630.768	1.696.335
Cash and cash equivalents		220.595	474.121
Current assets		3.851.363	2.170.456
Assets		3.989.565	2.416.345

Balance sheet at 31 December

Equity and liabilities

	<u>Notes</u>	<u>2020</u>	<u>2019</u>
Share capital		80.000	80.000
Retained earnings		166.597	38.611
Proposed dividend recognised in equity		800.000	800.000
Equity		<u>1.046.597</u>	<u>918.611</u>
Trade payables		525.452	31.625
Tax payables		244.530	211.170
Other payables		2.172.986	1.254.939
Short-term liabilities other than provisions		<u>2.942.968</u>	<u>1.497.734</u>
Liabilities other than provisions		<u>2.942.968</u>	<u>1.497.734</u>
Equity and liabilities		<u>3.989.565</u>	<u>2.416.345</u>
Contingent liabilities	5		

Statement of changes in equity 1. January - 31. December

	2020	2019
Share capital		
Beginning balance	80.000	80.000
End balance	80.000	80.000
Retained earnings		
Beginning balance	38.611	63.514
Profit (loss)	127.986	-24.903
End balance	166.597	38.611
Proposed dividend recognized in equity		
Beginning balance	800.000	1.800.000
Dividend paid	-800.000	-1.800.000
Profit (loss)	800.000	800.000
End balance	800.000	800.000
Equity, ending balance	1.046.597	918.611

Notes

	2020	2019
1 Staff costs		
Wages and salaries	8.842.023	11.694.188
Post-employment benefit expense	1.181.340	1.393.309
Social security contributions	31.465	42.340
	10.054.828	13.129.837
Average number of full time employees	7	10
2 Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets recognised in profit or loss		
Depreciation, fixtures, fittings, tools and equipment	107.687	79.171
	107.687	79.171
3 Tax expense		
Tax expense on ordinary activities	290.530	269.170
Adjustment of deferred tax	10.000	0
	300.530	269.170
4 Fixtures, fittings, tools and equipment		
Cost at 1 January	332.060	22.500
Additions	0	309.560
Cost at 31 December	332.060	332.060
Depreciations at 1 January	86.171	7.000
Depreciations for the year	107.687	79.171
Depreciations at 31 December	193.858	86.171
Carrying amount at 31 December	138.202	245.889

Notes

5 Contingent liabilities

The company has entered into lease agreement with a residual maturity of 6 months with an average benefit of t.DKK 85, a total of t.DKK 510.

Accounting policies

The Annual Report has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B with election from reporting class C.

The accounting policies are consistent with those of last year.

General

Reporting currency

The Annual Report is presented in Danish kroner (DKK).

In general regarding accounting and measuring

Income is recognized in the income statement when they are earned. Furthermore are all costs, depreciations and write downs recognized in the income statement when incurred.

Assets are recognized in the balance sheet when it is probable that future economical benefits will accrue to the company and the assets value can be measured reliably.

Liabilities are recognized in the balance sheet when it is probable that future economical benefits will be deducted from the company and the value can be measured reliably.

On initial recognition assets and liabilities are measured to cost price. Thereafter assets and liabilities are measured as described for each entry.

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.

Accounting policies

Currency retranslation

Transactions denominated in foreign currency are translated into the functional currency at the exchange rates ruling at the date of the transaction. Exchange differences arising between the transaction date and the exchange rate at the date of actual payment are recognized in the income statement under financial income or financial expenses.

Receivables, payables and other monetary items denominated in foreign currencies are translated into the functional currency at the exchange rates ruling at the balance sheet date. The difference between the exchange rates ruling at the balance sheet date and at the date when the receivable or payable arose is recognized in the income statement under financial income or financial expenses.

Non-current assets acquired in foreign currency are measured to the exchange rate ruling at the date of the transaction.

Income statement

Revenue

Revenue includes invoiced sales of goods and rendering of services, recognition is done, when

- delivery and transfer of risk to the buyer has taken place before year end
- a committing sales agreement exists
- sales price is determined, and
- payment is received, or there are reasonable security that it will be received

Revenue is recognized excluding value added tax and after deduction of provisions rebates and trade discounts relating to the sale.

Cost of sales

Cost of sales include costs incurred to achieve revenue for the year. Cost of sales include freight and forwarding costs.

Other external expenses

Other external expenses include expenses related to distribution, sale, advertising, administration, bad debt, premises, operating lease agreements etc.

Other operating income and expenses

Other operating income and expenses includes items of a secondary nature relative to the enterprise's core business.

Accounting policies

Staff costs

Staff costs comprise costs such as wages and salaries, pension costs and other social security benefits ect. to the company's employees.

Financial items

Financial income and expenses are recognized in the income statement with the amounts related to the year. Financial income and expenses comprise interest receivable and payable, realised and unrealised capital gains on securities and currency translation adjustments.

Tax expense

Tax on income for the year, consisting of the year's current tax and deferred tax, is recognized in the income statement to the extent that it relates to the income or loss for the year and on equity to the extent that it relates there to.

Balance sheet

Property, plant and equipment

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

Historic cost comprise the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use.

Assets are depreciated on a straight-line basis over the expected useful economic lives of the assets:

	<u>Useful life</u>	<u>Expected scrap value</u>
Fixtures, fittings, tools and equipment	3-5 years	0%

Asset acquisitions below t.DKK 25 is fully written off in the year of acquisition.

Gains and losses on disposals are determined as the difference between selling price less sales cost and carrying amount at time of disposal and are recognized in the income statement. Gain or loss is recognized under other operating income or other operating expenses.

Accounting policies

Impairment of property, plant and equipment

The carrying amount of property, plant and equipment is every year reviewed in order to determine if there are indications of impairment exceeding the amount expressed by depreciations and amortisations. If this is the case an impairment test is carried out in order to determine if the recoverable amount is lower than the carrying amount. The assets are written down to this lower value.

Recoverable amount for the asset is determined as the highest value of net sales price and the capital value. If it is not possible to determine the recoverable amount for the individual asset, assets are assessed together with the smallest group of assets where it is possible to determine a reliable evaluation of the recoverable amount.

Assets where it is not possible to determine an individual capital value because the asset does not generate future cash flows is assessed together with the group of assets which they can be attributed to.

Cash and bank balances

Cash comprises cash balances and bank balances.

Dividends

Dividends expected to be paid in respect of the year are stated as a separate line item under liabilities.

Current tax and current deferred tax

Current tax liabilities and current tax assets are recognized in the balance sheet as estimated tax on the taxable income for the year, adjusted for change in tax on prior years' taxable income and for tax paid under the on-account tax scheme.

Deferred tax is measured according to the balance sheet liability method on all timing differences between the tax and accounting value of assets and liabilities.

Deferred income tax is measured using tax rules and tax rates that apply by the balance sheet date when the deferred tax asset is realised or the deferred income tax liability is settled. The change in deferred tax as a result of changes in tax rates is recognized in the income statement.

Liabilities

Other liabilities are measured at amortized cost, corresponding to the nominal value.