

Grant Thornton
Godkendt
Revisionspartnerselskab

Stockholmsgade 45
2100 København Ø
CVR-nr. 34209936

T (+45) 33 110 220

www.grantthornton.dk

The Kooples Denmark ApS

**c/o Grant Thornton, Godkendt Revisionspartnerselskab, Stockholmsgade 45, 2100
København Ø**

Company reg. no. 34 89 43 45

Annual report

2023

The annual report was submitted and approved by the general meeting on the 28 June 2024.

Mélanie Aurélie Lécivain
Chairman of the meeting

Contents

	<u>Page</u>
Reports	
Management's statement	1
Practitioner's compilation report	2
Management's review	
Company information	3
Management's review	4
Financial statements 1 January - 31 December 2023	
Accounting policies	5
Income statement	9
Balance sheet	10
Statement of changes in equity	12
Notes	13

Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS 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 statement

Today, the Executive Board has approved the annual report of The Kooples Denmark ApS for the financial year 2023.

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

We consider the chosen accounting policy to be appropriate, and in our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year 1 January – 31 December 2023.

The Executive Board consider the conditions for audit exemption of the 2023 financial statements to be met.

Further, in our opinion, the Management's review gives a true and fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the Annual General Meeting.

København Ø, 28 June 2024

Executive board

Anne-Lauret Couplet

Mélanie Aurélie Lécivain

Practitioner's compilation report

To the Shareholder of The Kooples Denmark ApS

We have compiled the financial statements of The Kooples Denmark ApS for the financial year 1 January - 31 December 2023 based on the company's bookkeeping and on information you have provided.

These financial statements comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist Management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements under the Danish Act on Approved Auditors and Audit Firms and International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) including 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 the Danish Financial Statements Act.

Copenhagen, 28 June 2024

Grant Thornton

Certified Public Accountants
Company reg. no. 34 20 99 36

Sebastian With Raunstrup

State Authorised Public Accountant
mne36191

Company information

The company

The Kooples Denmark ApS
c/o Grant Thornton, Godkendt Revisionspartnerselskab
Stockholmsgade 45
2100 København Ø

Company reg. no. 34 89 43 45

Financial year: 1 January 2023 - 31 December 2023

Executive board

Anne-Lauret Couplet
Mélanie Aurélie Lécivain

Auditors

Grant Thornton, Godkendt Revisionspartnerselskab
Stockholmsgade 45
2100 København Ø

Management's review

Description of key activities of the company

Like previous years, the activities are sale of clothing and related services.

Development in activities and financial matters

The gross loss for the year totals DKK -713.000 against DKK 383.000 last year. Loss from ordinary activities after tax totals DKK -2.627.000 against DKK -1.499.000 last year.

This years loss of the year and economic development has not been satisfying.

It is the management's decision that they, in connection with the expiry of their rental obligations, is going to close out the company. The management has informed their clients, employees etc. about this decision, and has closed the production in the accounting year of 2023.

Accounting policies

The annual report for The Kooples Denmark ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises.

Foreign currency translation

Transactions in foreign currency are translated by using the exchange rate prevailing at the date of the transaction. Differences in the rate of exchange arising between the rate at the date of transaction and the rate at the date of payment are recognised in the profit and loss account as an item under net financials. If currency positions are considered to hedge future cash flows, the value adjustments are recognised directly in equity in a fair value reserve.

Receivables, payables, and other foreign currency monetary items are translated using the closing rate. The difference between the closing rate and the rate at the time of the occurrence or initial recognition in the latest financial statements of the receivable or payable is recognised in the income statement under financial income and expenses.

Fixed assets acquired and paid for in foreign currency are measured at the exchange rate prevailing at the date of the transaction.

Income statement

Gross loss

Gross loss comprises the revenue, changes in inventories of finished goods, and work in progress, own work capitalised, other operating income, and external costs.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Revenue is measured at the fair value of the consideration promised exclusive of VAT and taxes and less any discounts relating directly to sales.

Cost of sales costs for the purchase of raw materials and consumables less discounts.

Other operating income comprises items of a secondary nature as regards the principal activities of the enterprise, including profit from the disposal of intangible and tangible assets.

Staff costs

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

Depreciation, amortisation, and writedown for impairment

Depreciation, amortisation, and writedown for impairment comprise depreciation on, amortisation of, and writedown for impairment of intangible and tangible assets, respectively.

Accounting policies

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

Tax on net profit or loss for the year

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

The company is subject to Danish legislation concerning compulsory joint taxation with the Danish group enterprises.

The current Danish income tax is allocated among the jointly taxed companies proportional to their respective taxable income (full allocation with reimbursement of tax losses).

Statement of financial position

Property, plant, and equipment

Property, plant, and equipment are measured at cost less accrued depreciation and write-down for impairment.

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

The basis of depreciation is cost with deduction of any expected residual value after the end of the useful life of the asset.

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Profit or loss derived from the disposal of property, land, and equipment is measured as the difference between the sales price less selling costs and the carrying amount at the date of disposal. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

Prepayments

Prepayments recognised under assets comprise incurred costs concerning the following financial year.

Accounting policies

Available funds

Available funds comprise cash at bank and in hand.

Income tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

The company is jointly taxed with consolidated Danish companies. The current corporate income tax is distributed between the jointly taxed companies in proportion to their taxable income and with full distribution with reimbursement as to tax losses. The jointly taxed companies are comprised by the Danish tax prepayment scheme.

Joint taxation contributions payable and receivable are recognised in the statement of financial position as "Tax receivables from group enterprises" or "Income tax payable to group enterprises"

According to the rules of joint taxation, The Kooples Denmark ApS is unlimitedly, jointly, and severally liable to pay the Danish tax authorities the total income tax, including withholding tax on interest, royalties, and dividends, arising from the jointly taxed group of companies.

Deferred tax is measured on the basis of temporary differences in assets and liabilities with a focus on the statement of financial position. Deferred tax is measured at net realisable value.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation prevailing in the respective countries on the reporting date when the deferred tax is expected to be released as current tax. Changes in deferred tax due to changed tax rates are recognised in the income statement, except for items included directly in the equity.

Deferred tax assets, including the tax value of tax losses allowed for carryforward, are recognised at the value at which they are expected to be realisable, either by settlement against tax of future earnings or by set-off in deferred tax liabilities within the same legal tax unit. Any deferred net tax assets are measured at net realisable value.

Provisions

Provisions comprise expected costs of warranty commitments, loss on work in progress, restructuring, etc. Provisions are recognised when the company has a legal or actual commitment resulting from a previously occurred event and when it is probable that the settlement of the liability will result in consumption of the financial resources of the company.

Provisions are measured at net realisable value or at fair value. If the fulfilment of a liability is expected to take place far in the future, the liability is measured at fair value.

Accounting policies

Guarantee liabilities comprise liabilities for repairs within the guarantee period of 1-5 years. Provisions for warranty commitments are measured on basis of the obtained experience with guarantee work. Provisions with an expected due date later than 1 year from the reporting date are discounted at a rate reflecting risk and maturity of the liability.

On the acquisition of entities, provisions for restructuring within the acquired entity are included in the acquisition cost, and thereby in the goodwill or the consolidated goodwill, to the extent that they have been recognised in the financial statements of the acquired entity in advance of the acquisition. Provisions for restructuring are included to the extent that they have been decided at the date of acquisition at the latest and that the process have been commenced.

When it is likely that the total costs will exceed the total income of contract work in progress, the total expected loss on the contract work in progress will be recognised as provisions for liabilities. The provision is recognised under production costs.

Liabilities other than provisions

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2023</u>	<u>2022</u>
Gross profit	-712.709	382.620
2 Staff costs	-719.355	-1.576.387
Depreciation and impairment of property, land, and equipment	-897.989	-221.423
Operating profit	-2.330.053	-1.415.190
Other financial income	134	2.869
3 Other financial expenses	-296.958	-86.330
Pre-tax net profit or loss	-2.626.877	-1.498.651
Tax on net profit or loss for the year	0	0
Net profit or loss for the year	-2.626.877	-1.498.651
Proposed distribution of net profit:		
Allocated from retained earnings	-2.626.877	-1.498.651
Total allocations and transfers	-2.626.877	-1.498.651

Balance sheet at 31 December

All amounts in DKK.

Assets		
<u>Note</u>	<u>2023</u>	<u>2022</u>
Non-current assets		
Other fixtures, fittings, tools and equipment	0	897.989
Total property, plant, and equipment	0	897.989
Total non-current assets	0	897.989
Current assets		
Trade receivables	0	224.742
Other debtors	326.684	0
Prepayments	0	6
Total receivables	326.684	224.748
Cash and cash equivalents	172.805	117.075
Total current assets	499.489	341.823
Total assets	499.489	1.239.812

Balance sheet at 31 December

All amounts in DKK.

Equity and liabilities		<u>2023</u>	<u>2022</u>
<u>Note</u>			
Equity			
Contributed capital		80.000	80.000
Retained earnings		<u>-7.398.080</u>	<u>-4.771.204</u>
Total equity		<u>-7.318.080</u>	<u>-4.691.204</u>
Provisions			
Other provisions		<u>150.000</u>	<u>634.434</u>
Total provisions		<u>150.000</u>	<u>634.434</u>
Liabilities other than provisions			
Trade payables		157.911	162.736
Payables to group enterprises		7.509.658	5.059.406
Other payables		<u>0</u>	<u>74.440</u>
Total short term liabilities other than provisions		<u>7.667.569</u>	<u>5.296.582</u>
Total liabilities other than provisions		<u>7.667.569</u>	<u>5.296.582</u>
Total equity and liabilities		<u>499.489</u>	<u>1.239.812</u>
1	Uncertainties relating to going concern		
4	Contingencies		

Statement of changes in equity

All amounts in DKK.

	Contributed capital	Retained earnings	Total
	<hr/>	<hr/>	<hr/>
Equity 1 January 2023	80.000	-4.771.204	-4.691.204
Profit or loss for the year brought forward	0	-2.626.876	-2.626.876
	<hr/> 80.000	<hr/> -7.398.080	<hr/> -7.318.080

Notes

All amounts in DKK.

1. Uncertainties relating to going concern

The company's management is familiar with the regulations of the Companies Act regarding capital losses. The company has closed down the production in 2023 and expects to close down the company in 2024.

	<u>2023</u>	<u>2022</u>
2. Staff costs		
Salaries and wages	710.929	1.552.549
Other costs for social security	<u>8.426</u>	<u>23.838</u>
	<u>719.355</u>	<u>1.576.387</u>
Average number of employees	<u>2</u>	<u>5</u>
3. Other financial expenses		
Financial costs, group enterprises	250.937	65.965
Other financial costs	<u>46.021</u>	<u>20.365</u>
	<u>296.958</u>	<u>86.330</u>

4. Contingencies

Joint taxation

With Lacoste Denmark ApS, company reg. no 33 95 46 89 as administration company, the company is subject to the Danish scheme of joint taxation and unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for the total corporation tax.

The company is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for any obligations to withhold tax on interest, royalties, and dividends.