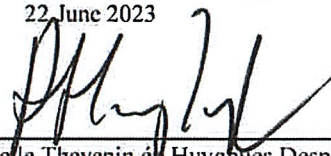


SMCP DENMARK APS
c/o Mazars,
Midtermolen 1, 2. tv.,
København

Annual report for 2022

Adopted at the annual general meeting on
22 June 2023



Patricia Denise Danielle Thevenin c/o Huyghues Despointes
chairman

CVR-nr. 35 68 25 03

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COMPANY DETAILS

The company	SMCP Denmark ApS c/o Mazars Midtermolen 1, 2. tv. 2100 København
	CVR no.: 35 68 25 03
	Reporting period: 1 January - 31 December 2022
	Domicile: Copenhagen
Executive board	Patricia Denise Danielle Thevenin ép Huyghues Despointes Nathalie Anne Virginie Malavoy ép. Mouranche
Auditors	Mazars Statsautoriseret Revisionspartnerselskab Midtermolen 1, 2. tv. 2100 København Ø

STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The executive board has today discussed and approved the annual report of SMCP Denmark ApS for the financial year 1 January - 31 December 2022.

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

In our opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2022 and of the results of the company's operations for the financial year 1 January - 31 December 2022.

In our 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.

Paris, 3 May 2023

Executive board

Patricia Denise Danielle Thevenin ép
Huyghues Despointes
Director

Nathalie Anne Virginie Malavoy ép.
Mouranche
Director



INDEPENDENT AUDITOR'S REPORT ON EXTENDED REVIEW

To the shareholder of SMCP Denmark ApS

Opinion

We have performed extended review of the financial statements of SMCP Denmark ApS for the financial year 1 January - 31 December 2022, 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 2022 and of the results of the company's operations for the financial year 1 January - 31 December 2022 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.

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.

INDEPENDENT AUDITOR'S REPORT ON EXTENDED REVIEW

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.

Copenhagen, 3 May 2023

MAZARS

Statsautoriseret Revisionspartnerselskab

CVR no. 31 06 17 41



Monica Häckert Raavig

statsautoriseret revisor

(State-authorized public accountant)

MNE no. mne48484

MANAGEMENT'S REVIEW

Business review

The Company's aim is to drive wholesale and retail trade in clothing as well as related activity following the board of directors.

Financial review

The company's income statement for the year ended 31 December 2022 shows a profit of DKK 192,876, and the balance sheet at 31 December 2022 shows equity of DKK 3,833,982.

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 SMCP Denmark ApS for 2022 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to reporting class B entities, 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 2022 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

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue less costs of raw materials and consumables and other external expenses.

Revenue

Income from the sale of goods for resale and finished goods is recognised in the income statement, provided that the transfer of risk, usually on delivery to the buyer, has taken place and that the income can be measured reliably and is expected to be received.

Raw materials and consumables

Costs of raw materials and consumables include the raw materials and consumables used in generating the year's revenue.

ACCOUNTING POLICIES

Other operating income

The item Other operating income includes items of a secondary nature relative to the company's activities, including gains on the sale of intangible assets and items of property, plant and equipment, operating losses, indemnities relating to operating losses and conflicts as well as payroll refunds. Indemnities are recognised when it is more probable than not that the company is going to be indemnified.

Other operating expenses

Other operating expenses comprise items of a secondary nature relative to the company's activities, including losses on the sale of intangible assets and items of property, plant and equipment.

Other external expenses

Other external expenses include expenses related to distribution, sale, advertising, administration, premises, bad debts, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees.

Amortisation, depreciation and impairment losses

Depreciation and impairment losses comprise the year's depreciation and impairment of property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Net financials include interest income and expenses, realised and unrealised capital/exchange gains and allowances under the advance-payment-of-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

Tangible assets

Items of plant and machinery and fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

The depreciable amount is cost less the expected residual value at the end of the useful life.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use.

Straight-line depreciation is provided on the basis of the following estimated useful lives of the assets:

	Useful life	Residual value
Other fixtures and fitting, tools and equipment	3-5 years	0 %

ACCOUNTING POLICIES

Gains and losses on the sale of items of property, plant and equipment are calculated as the difference between the selling price, less costs to sell, and the carrying amount at the time of sale. Gains or losses on the sale of items of property, plant and equipment are recognised in the income statement under other operating income or other operating expenses, respectively

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.

The cost of goods for resale comprises the purchase price plus delivery costs.

Receivables

Receivables are measured at amortised cost.

Prepayments

Prepayments recognised under 'Current assets' comprises expenses incurred concerning subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents consists of cash and are subject to insignificant risks of changes in value.

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.

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 - 31 DECEMBER

	Note	2022 DKK	2021 DKK
Gross profit		6,100,987	6,277,478
Staff costs	1	-4,643,858	-4,340,965
Profit/loss before amortisation/depreciation and impairment losses		1,457,129	1,936,513
Depreciation, amortisation and impairment of intangible assets and property, plant and equipment		-1,123,279	-1,177,619
Other operating costs		0	-283,612
Profit/loss before net financials		333,850	475,282
Financial income		1,068	430
Financial costs	2	-86,963	-111,850
Profit/loss before tax		247,955	363,862
Tax on profit/loss for the year	3	-55,079	58,929
Profit/loss for the year		192,876	422,791
Retained earnings		192,876	422,791
		192,876	422,791

BALANCE SHEET 31 DECEMBER

	Note	2022 DKK	2021 DKK
ASSETS			
Leasehold improvements	4	525,222	1,648,501
Tangible assets		525,222	1,648,501
Deposits		20,100	20,100
Fixed asset investments		20,100	20,100
Total non-current assets		545,322	1,668,601
Finished goods and goods for resale		2,566,211	2,881,327
Stocks		2,566,211	2,881,327
Trade receivables		2,023,558	1,970,235
Receivables from group entities		1,334,996	3,046,895
Other receivables		231,732	183,886
Deferred tax asset		123,310	115,073
Prepayments		874,487	10,307
Receivables		4,588,083	5,326,396
Total current assets		7,154,294	8,207,723
Total assets		7,699,616	9,876,324

BALANCE SHEET 31 DECEMBER

	Note	2022	2021
		DKK	DKK
EQUITY AND LIABILITIES			
Share capital		350,100	350,100
Retained earnings		3,483,882	3,291,006
Equity		3,833,982	3,641,106
Trade payables		1,244,089	162,186
Payables to group entities		2,090,928	4,717,639
Corporation tax		63,316	56,144
Other payables		358,040	1,299,249
Deferred income		109,261	0
Total current liabilities		3,865,634	6,235,218
Total liabilities		3,865,634	6,235,218
Total equity and liabilities		7,699,616	9,876,324

STATEMENT OF CHANGES IN EQUITY

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2022	350,100	3,291,006	3,641,106
Net profit/loss for the year	0	192,876	192,876
Equity at 31 December 2022	<u>350,100</u>	<u>3,483,882</u>	<u>3,833,982</u>

NOTES

	2022	2021
	DKK	DKK
1 STAFF COSTS		
Wages and salaries	4,290,915	3,984,953
Pensions	270,005	237,887
Other social security costs	82,938	118,125
	4,643,858	4,340,965
Average number of employees	12	11
2 FINANCIAL COSTS		
Financial expenses, group entities	30,708	72,694
Other financial costs	38,581	39,156
Exchange loss	17,674	0
	86,963	111,850
3 TAX ON PROFIT/LOSS FOR THE YEAR		
Current tax for the year	63,316	-2,785
Deferred tax for the year	-8,237	-56,144
	55,079	-58,929
4 TANGIBLE ASSETS		Leasehold improvements
Cost at 1 January 2022		4,493,126
Cost at 31 December 2022		4,493,126
Impairment losses and depreciation at 1 January 2022		2,844,625
Depreciation for the year		1,123,279
Impairment losses and depreciation at 31 December 2022		3,967,904
Carrying amount at 31 December 2022		525,222

NOTES

5 CONTINGENT LIABILITIES

Contingent liabilities

The company has entered into a contract for the rental of premises. The termination of the rental contract is 6 months, which corresponds to a rental obligation of TDKK 1.644.

6 RELATED PARTIES AND OWNERSHIP STRUCTURE

Consolidated financial statements

The company is reflected in the group report of the parent company.

The group report of can be obtained at the following address:

SMCP SA
49, rue Etienne Marcel
75001 Paris
France