

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

Annual report for 2021

Adopted at the annual general meeting on  
27 June 2022



Patricia Denise Danielle Thevenin *et* 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 2021
	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 2021.

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 2021 and of the results of the company's operations for the financial year 1 January - 31 December 2021.

In our opinion, management's review includes a fair review of the matters dealt with in the management's review.

The financial statements have not been audited. Management considers the criteria for not auditing the financial statements to be met.

Management recommends that the annual report should be approved by the company in general meeting.

Paris, 27 June 2022

### 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 2021, 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 2021 and of the results of the company's operations for the financial year 1 January - 31 December 2021 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, 27 June 2022

### **MAZARS**

Statsautoriseret Revisionspartnerselskab

CVR no. 31 06 17 41

Nicklas Rasmussen

statsautoriseret revisor

(State-authorized public accountant)

MNE no. mne43474

## 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 2021 shows a profit of DKK 422,791, and the balance sheet at 31 December 2021 shows equity of DKK 3,641,106.

### **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 2021 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, 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 2021 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**

Other operating income comprises 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.

### **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. The item is net of refunds made by public authorities.

### **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:

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

## ACCOUNTING POLICIES

Gains or losses from the disposal of property, plant and equipment are recognised in the income statement as 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	2021 DKK	2020 DKK
<b>Gross profit</b>		<b>6,277,478</b>	<b>5,869,040</b>
Staff costs	2	-4,340,965	-5,065,629
<b>Profit/loss before amortisation/depreciation and impairment losses</b>		<b>1,936,513</b>	<b>803,411</b>
Depreciation, amortisation and impairment of intangible assets and property, plant and equipment		-1,177,619	-1,348,875
Other operating costs		-283,612	0
<b>Profit/loss before net financials</b>		<b>475,282</b>	<b>-545,464</b>
Financial income		430	1,597
Financial costs	3	-111,850	-256,607
<b>Profit/loss before tax</b>		<b>363,862</b>	<b>-800,474</b>
Tax on profit/loss for the year	4	58,929	37,135
<b>Profit/loss for the year</b>		<b>422,791</b>	<b>-763,339</b>
Retained earnings		422,791	-763,339
		<b>422,791</b>	<b>-763,339</b>

## BALANCE SHEET 31 DECEMBER

	Note	2021 DKK	2020 DKK
<b>ASSETS</b>			
Leasehold improvements		1,648,501	3,089,462
<b>Tangible assets</b>	5	<b>1,648,501</b>	<b>3,089,462</b>
Deposits		20,100	20,100
<b>Fixed asset investments</b>		<b>20,100</b>	<b>20,100</b>
<b>Total non-current assets</b>		<b>1,668,601</b>	<b>3,109,562</b>
Finished goods and goods for resale		2,881,327	3,065,318
<b>Stocks</b>		<b>2,881,327</b>	<b>3,065,318</b>
Trade receivables		1,970,235	833,970
Receivables from group entities		3,046,895	5,896,499
Other receivables		183,886	101,075
Deferred tax asset		115,073	0
Prepayments		10,307	620,402
<b>Receivables</b>		<b>5,326,396</b>	<b>7,451,946</b>
<b>Total current assets</b>		<b>8,207,723</b>	<b>10,517,264</b>
<b>Total assets</b>		<b>9,876,324</b>	<b>13,626,826</b>

## BALANCE SHEET 31 DECEMBER

	<u>Note</u>	<u>2021</u>	<u>2020</u>
		DKK	DKK
<b>EQUITY AND LIABILITIES</b>			
Share capital		350,100	350,100
Retained earnings		3,291,006	2,868,215
<b>Equity</b>		<b>3,641,106</b>	<b>3,218,315</b>
Trade payables		162,186	348,412
Payables to group entities		4,717,639	8,030,269
Corporation tax		56,144	0
Other payables		1,299,249	2,029,830
<b>Total current liabilities</b>		<b>6,235,218</b>	<b>10,408,511</b>
<b>Total liabilities</b>		<b>6,235,218</b>	<b>10,408,511</b>
<b>Total equity and liabilities</b>		<b>9,876,324</b>	<b>13,626,826</b>

## STATEMENT OF CHANGES IN EQUITY

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2021	350,100	2,868,215	3,218,315
Net profit/loss for the year	<u>0</u>	<u>422,791</u>	<u>422,791</u>
Equity at 31 December 2021	<u>350,100</u>	<u>3,291,006</u>	<u>3,641,106</u>

## NOTES

### 1 DISCLOSURE OF SPECIAL ITEMS

The company has received DKK thousand 660 in compensation for wages from the authorities due to COVID-19. The compensation is included in the income statement as other operating income in the gross profit.

	2021	2020
	DKK	DKK
<b>2 STAFF COSTS</b>		
Wages and salaries	3,984,953	4,707,050
Pensions	237,887	278,887
Other social security costs	118,125	79,692
	4,340,965	5,065,629
 Average number of employees	11	13
 <b>3 FINANCIAL COSTS</b>		
Financial expenses, group entities	72,694	188,710
Other financial costs	39,156	66,594
Exchange loss	0	1,303
	111,850	256,607
 <b>4 TAX ON PROFIT/LOSS FOR THE YEAR</b>		
Current tax for the year	56,144	0
Deferred tax for the year	-115,073	-37,135
	-58,929	-37,135
 <b>5 TANGIBLE ASSETS</b>		Leasehold improvements
Cost at 1 January 2021		5,408,919
Additions for the year		20,270
Disposals for the year		-936,063
Cost at 31 December 2021		4,493,126

## NOTES

### 5 TANGIBLE ASSETS (CONTINUED)

	<u>Leasehold improvements</u>
Impairment losses and depreciation at 1 January 2021	2,319,457
Depreciation for the year	1,177,619
Impairment and depreciation of sold assets for the year	<u>-652,451</u>
Impairment losses and depreciation at 31 December 2021	<u>2,844,625</u>
Carrying amount at 31 December 2021	<u><u>1,648,501</u></u>

### 6 CONTINGENT LIABILITIES

#### **Contingent liabilities**

The company has entered into a contract for the rental of premises. The annual rent for premises amount to DKK thousand 2,461. The termination of the rental contract is 6 months.

### 7 RELATED PARTIES AND OWNERSHIP STRUCTURE

#### **Consolidated financial statements**

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

The group report can be obtained at the following address:

SMCP SA  
49, rue Etienne Marcel  
75001 Paris  
France