



Signcom Denmark ApS

Langebjerg 23 A, 1.
4000 Roskilde
CVR No. 36037199

Annual report 2019

The Annual General Meeting adopted the
annual report on 31.05.2020

Eiliv Hagen
Conductor

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Entity details

Entity

Signcom Denmark ApS

Langebjerg 23 A, 1.

4000 Roskilde

CVR No.: 36037199

Registered office: Roskilde

Financial year: 01.01.2019 - 31.12.2019

Board of Directors

Elmar Walter Schätzlein, Chairman

Georg Alexander Kamenz

Karsten Prestien

Executive Board

Eiliv Hagen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

P. O. Box 1600

0900 Copenhagen C

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Signcom Denmark ApS for the financial year 01.01.2019 - 31.12.2019.

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 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019.

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.

Roskilde, 31.05.2020

Executive Board

Eiliv Hagen

Board of Directors

Elmar Walter Schätzlein
Chairman

Georg Alexander Kamenz

Karsten Prestien

Independent auditor's extended review report

To the shareholders of Signcom Denmark ApS

Conclusion

We have performed an extended review of the financial statements of Signcom Denmark ApS for the financial year 01.01.2019 - 31.12.2019, 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity 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. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting 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 extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

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 extended review 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 extended review 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 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, 31.05.2020

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

René Carøe Andersen

State Authorised Public Accountant
Identification No (MNE) mne34499

Management commentary

Primary activities

The Entity is a supplier to enterprises working with visual communication by way of signs, display systems, large-sized prints and other related business.

Description of material changes in activities and finances

The Entity continued its growth during 2019, also increasing margins and profitability. Liquidity is good and the company is financially healthy with a solid equity ratio.

On this basis, the Management has presented the annual report for 2019 on the assumption that the Company is a going concern.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report. The outbreak and the spreading of the COVID-19 disease in early 2020 have not had and are not expected to have any material impact on the Entity's financial position

Income statement for 2019

	Notes	2019 DKK	2018 DKK
Gross profit/loss		5,678,319	4,031,317
Staff costs	1	(5,199,975)	(3,720,051)
Depreciation, amortisation and impairment losses	2	(109,767)	(104,440)
Operating profit/loss		368,577	206,826
Other financial income		1,029	142
Other financial expenses		(133,695)	(807,871)
Profit/loss before tax		235,911	(600,903)
Tax on profit/loss for the year		0	0
Profit/loss for the year		235,911	(600,903)
Proposed distribution of profit and loss			
Retained earnings		235,911	(600,903)
Proposed distribution of profit and loss		235,911	(600,903)

Balance sheet at 31.12.2019

Assets

	Notes	2019 DKK	2018 DKK
Acquired intangible assets		98,884	113,010
Intangible assets	3	98,884	113,010
Other fixtures and fittings, tools and equipment		183,291	201,993
Property, plant and equipment	4	183,291	201,993
Deposits		248,410	209,044
Deferred tax		592,950	592,950
Other financial assets	5	841,360	801,994
Fixed assets		1,123,535	1,116,997
Manufactured goods and goods for resale		8,710,481	5,802,413
Inventories		8,710,481	5,802,413
Trade receivables		4,822,174	3,551,262
Other receivables		151,696	115,578
Receivables		4,973,870	3,666,840
Current assets		13,684,351	9,469,253
Assets		14,807,886	10,586,250

Equity and liabilities

	Notes	2019 DKK	2018 DKK
Contributed capital		50,000	50,000
Retained earnings		3,891,280	3,655,369
Equity		3,941,280	3,705,369
Bank loans		1,685,896	517,083
Prepayments received from customers		103,900	103,900
Trade payables		2,456,177	3,254,728
Payables to group enterprises		3,893,198	901,597
Other payables		2,727,435	2,103,573
Current liabilities other than provisions		10,866,606	6,880,881
Liabilities other than provisions		10,866,606	6,880,881
Equity and liabilities		14,807,886	10,586,250

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Statement of changes in equity for 2019

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	50,000	3,655,369	3,705,369
Profit/loss for the year	0	235,911	235,911
Equity end of year	50,000	3,891,280	3,941,280

Notes

1 Staff costs

	2019 DKK	2018 DKK
Wages and salaries	4,356,893	3,231,605
Pension costs	661,780	365,612
Other social security costs	115,168	92,736
Other staff costs	66,134	30,098
	5,199,975	3,720,051
Average number of full-time employees	10	7

2 Depreciation, amortisation and impairment losses

	2019 DKK	2018 DKK
Amortisation of intangible assets	14,126	14,126
Depreciation of property, plant and equipment	95,641	90,314
	109,767	104,440

3 Intangible assets

	Acquired intangible assets DKK
Cost beginning of year	169,514
Cost end of year	169,514
Amortisation and impairment losses beginning of year	(56,504)
Amortisation for the year	(14,126)
Amortisation and impairment losses end of year	(70,630)
Carrying amount end of year	98,884

4 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	666,174
Additions	76,939
Cost end of year	743,113
Depreciation and impairment losses beginning of year	(464,181)
Depreciation for the year	(95,641)
Depreciation and impairment losses end of year	(559,822)
Carrying amount end of year	183,291

5 Financial assets

	Deposits DKK	Deferred tax DKK
Cost beginning of year	209,044	592,950
Additions	39,366	0
Cost end of year	248,410	592,950
Carrying amount end of year	248,410	592,950

6 Unrecognised rental and lease commitments

	2019 DKK	2018 DKK
Liabilities under rental or lease agreements with associates until maturity	272,220	374,353

7 Assets charged and collateral

A company charge secured on inventories and trade receivables amounts to DKK 1,750k.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

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

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.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, cost of sales and other 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.

Cost 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, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

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.

Other financial income

Other financial income comprises interest income and net capital gains on payables and transactions in foreign currencies.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises.

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.

Balance sheet**Intellectual property rights etc**

Intellectual property rights etc comprise development projects completed and in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Intellectual property rights acquired are measured at cost less accumulated amortisation. Patents are amortised on a straight-line basis over their remaining duration, and licences are amortised over the term of the agreement.

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

Property, plant and equipment

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

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment

3-5 years

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.

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.

Inventories

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

Cost of goods for resale, raw materials and consumables consists of purchase price plus delivery costs. Cost of manufactured goods and work in progress consists of costs of raw materials, consumables, direct labour costs and indirect production costs.

The net realisable value of inventories is calculated as the estimated selling price, less completion costs and costs incurred to execute sale.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

Other financial liabilities

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

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.