

Assos SBO Scandinavia ApS

Vibeholms Allé 15,
2605 Brøndby

CVR No. 37776017

Annual Report 2021

6. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 28 March 2022

Lars Errebo
Conductor

Contents

Management's Statement	3
Auditors' Report on Compilation of Financial Statements	4
Company Information	5
Management's Review	6
Accounting Policies	7
Income Statement	11
Balance Sheet	12
Statement of changes in Equity	14
Notes	15

Management's Statement

Today, Management has considered and adopted the Annual Report of Assos SBO Scandinavia ApS for the financial year 1 January 2021 - 31 December 2021.

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 assets, liabilities and financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year 1 January 2021 - 31 December 2021.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

The conditions for not conducting an audit of the Financial Statement have been met.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Brøndby, 28 March 2022

Executive Board

Lars Errebo
Manager

Supervisory Board

Derek Bouchard Hall
Chairman

Edwin Navez
Vice Chairman

Auditors' Report on Compilation of Financial Statements

To the day-to-day management of Assos SBO Scandinavia ApS

We have compiled the Financial Statements of Assos SBO Scandinavia ApS for the financial year 1 January 2021 - 31 December 2021 based on the Company's bookkeeping and other information provided by it.

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

We have completed the engagement of Compiling Financial Information in accordance with The International Standards on Related Services, ISRS 4410 (Revised), Compilation Engagements.

We have applied our professional expertise to assist you in the preparation and presentation of these Financial Statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions in the Danish Act on Auditors and Audit Firms as well as Danish Auditors' (FSR) ethical rules for auditors, including principles of integrity, objectivity, professional competence and due care.

The Financial Statement and the accuracy and completeness of the information used to compile them are your responsibility.

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

København, 28 March 2022

HARBOE CONSULT ApS - GODKENDT REVISIONSVIRKSOMHED

CVR-no. 35649417

Michael Harboe
Registered Public Accountant
mne661

Company details

Company	Assos SBO Scandinavia ApS Vibeholms Allé 15, 2605 Brøndby
Telephone	53 87 93 93
email	Lars.Errebo@assos.com
CVR No.	37776017
Date of formation	31 May 2016
Registered office	Brøndby
Supervisory Board	Derek Bouchard Hall Edwin Navez
Executive Board	Lars Errebo, Manager
Auditors	HARBOE CONSULT ApS - GODKENDT REVISIONSVIRKSOMHED Grønningen 17 1270 København K CVR-no.: 35649417

Management's Review

The Company's principal activities

The Company's principal activities consist in doing business with import, distribution, development, servicing, sales and marketing of bicycle wear and related components and spare parts and other related activities.

Insecurity regarding recognition or measurement

There is no material insecurity regarding recognition or measurement.

Exceptional circumstances

No exceptional circumstances have affected recognition or measurement.

Development in activities and financial matters

The Company's Income Statement of the financial year 1 January 2021 - 31 December 2021 shows a result of DKK 186.749 and the Balance Sheet at 31 December 2021 a balance sheet total of DKK 761.331 and an equity of DKK 98.441.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The Annual Report of Assos SBO Scandinavia ApS for 2021 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

Reporting currency

The Annual Report is presented in Danish kroner.

General Information

Basis of recognition and measurement

The financial statement have been prepared under the historical cost princip.

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the Income Statement.

Assets are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will accrue 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Accounting Policies

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit is a combination of the items of revenue, change in inventories of finished goods, work in progress and goods for resale, other operation income, cost of raw and consumables and other external expenses.

Revenue

Revenue is recognised in the income statement if the goods have been delivered and the risk has passed to the buyer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised exclusive of VAT and net of sales discounts.

Staff expenses

Staff expenses comprise wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement, pensions and social security costs.

Amortisation and impairment of tangible and intangible assets

Amortisation and impairment of intangible and tangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

	Useful life	Residual value
Other fixtures and fittings, tools and equipment	3-10 years	0%

Profit or loss resulting from the sale of intangible or tangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, finance charges in respect of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies, repayment on mortgage loans, and surcharges and allowances under the tax prepayment scheme.

Dividends equity investments are recognised as income in the financial year in which the dividends are declared.

Tax on net profit for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Accounting Policies

Balance Sheet

Tangible assets

Tangible assets are measured at cost on initial recognition and subsequently at cost less accumulated depreciation and impairment losses.

The depreciable amount is calculated taking into consideration the residual value of the asset at the end of its useful life, reduced by impairment losses, if any. The depreciation period and the residual value are determined at the data of acquisition. If the residual value exceeds the carrying amount of the asset, depreciation is discontinued.

In case of changes in depreciation period or residual value, the effect of a change in depreciation period is recognised prospectively in accounting estimates.

Cost includes the purchase price and expenses directly related to the acquisition until the time when the asset is ready for use. The cost of self-constructed assets includes costs for materials, components, subcontractors, direct payroll costs and indirect production costs.

The cost of composite asset is disaggregated into components, which are separately depreciated if the useful lives of the individual components differ.

Inventories

Merchandise are measured at cost comprising purchase price plus delivery costs.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

Accounting Policies

Equity

Proposed dividend for the year is recognised as a separate item in equity.

Provisions

Deferred tax

Deferred tax and the associated adjustments for the year are determined according to the balance-sheet liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are recognised at the value at which they are expected to be used, either by elimination in tax on future earnings or by set-off against deferred tax liabilities in enterprises within the same legal entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Other payables are measured at amortised cost, which usually corresponds to the nominal value

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

Income Statement

	Note	2021 kr.	2020 kr.
Gross profit		1.914.735	1.994.050
Employee benefits expense	1	-1.654.721	-1.676.416
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets recognised in profit or loss		-3.486	-86.676
Profit from ordinary operating activities		256.528	230.958
Finance expences	2	-16.811	-16.099
Profit from ordinary activities before tax		239.717	214.859
Tax expense on ordinary activities	3	-52.967	-47.439
Profit		186.750	167.420
Proposed distribution of results			
Retained earnings		186.750	167.420
Distribution of profit		186.750	167.420

Balance Sheet as of 31 December

	Note	2021 kr.	2020 kr.
Assets			
Fixtures, fittings, tools and equipment	4	0	3.486
Property, plant and equipment		0	3.486
Fixed assets		0	3.486
Manufactured goods and goods for resale		202.001	291.433
Inventories		202.001	291.433
Short-term trade receivables		0	303.875
Current deferred tax		0	37.083
Other short-term receivables		58.289	87.045
Deferred income		0	6.564
Receivables		58.289	434.568
Cash and cash equivalents		501.041	519.813
Current assets		761.331	1.245.813
Assets		761.331	1.249.299

Balance Sheet as of 31 December

	Note	2021 kr.	2020 kr.
Liabilities and equity			
Contributed capital		50.000	50.000
Retained earnings		48.441	-138.309
Equity		98.441	-88.309
Other payables		0	180.414
Long-term liabilities other than provisions		0	180.414
Trade payables		26.168	107.128
Payables to group enterprises		407.757	711.408
Tax payables		15.884	0
Other payables		213.081	338.350
Payables to shareholders and management		0	308
Short-term liabilities other than provisions		662.890	1.157.194
Liabilities other than provisions within the business		662.890	1.337.608
Liabilities and equity		761.331	1.249.299
Contingent liabilities	5		
Collaterals and assets pledges as security	6		

Statement of changes in Equity

	Contributed capital	Retained earnings	Total
Equity 1 January 2021	50.000	-138.310	-88.310
Profit (loss)	0	186.749	186.749
Equity 31 December 2021	50.000	48.439	98.439

The share capital has remained unchanged for the last 5 years.

Notes

	2021	2020
1. Employee benefits expense		
Wages and salaries	1.631.946	1.656.080
Social security contributions	22.775	20.336
	1.654.721	1.676.416
Average number of employees	3	3
2. Finance expenses		
Finance expenses arising from group enterprises	13.926	13.952
Other finance expenses	2.885	2.147
	16.811	16.099
3. Tax expense		
Taxes - National tax	15.884	0
Change in deferred tax	37.083	47.439
	52.967	47.439
4. Fixtures, fittings, tools and equipment		
Cost at the beginning of the year	364.432	364.432
Cost at the end of the year	364.432	364.432
Depreciation and amortisation at the beginning of the year	-360.946	-274.270
Amortisation for the year	-3.486	-86.676
Impairment losses and amortisation at the end of the year	-364.432	-360.946
Carrying amount at the end of the year	0	3.486
5. Contingent liabilities		
No contingent liabilities exist at the balance sheet date.		
6. Collaterals and securities		
No securities or mortgages exist at the balance sheet date.		