

# A-House TopCo ApS

c/o Cobblestone A/S, Gammel Køge Landevej 57  
2500 Valby  
Denmark

CVR no. 38 03 16 43

## Annual report 2019

The annual report was presented and approved at the  
Company's annual general meeting on

26 June 2020

Greg Eliason  
chairman

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**A-House TopCo ApS**  
Annual report 2019  
CVR no. 38 03 16 43

## Statement by the Executive Board

The Executive Board has today discussed and approved the annual report of A-House TopCo ApS for the financial year 1 January – 31 December 2019.

The annual report has been 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 assets, liabilities and financial position at 31 December 2019 and of the results of the Company's operations for the financial year 1 January – 31 December 2019.

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

We recommend that the annual report be approved at the annual general meeting.

Copenhagen 26 June 2020  
Executive Board:

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Greg Jesse Eliason

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Ronny Pifko

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Naftali Wachsman

## Independent auditor's report

### To the shareholder of A-House TopCo ApS

#### Opinion

We have audited the financial statements of A-House TopCo ApS for the financial year 1 January – 31 December 2019 comprising income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are 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 assets, liabilities and financial position at 31 December 2019 and of the results of the Company's operations for the financial year 1 January – 31 December 2019 in accordance with the Danish Financial Statements Act.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit 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 rules and requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Management's responsibility 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 that 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 responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements in Denmark will always detect a material misstatement when it exists. Misstatements may arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also

- identify and assess the risks of material misstatement of the company financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may

## Independent auditor's report

involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

### Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the 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 the Management's review.

Copenhagen, 26 June 2020

**KPMG**

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Jette Kjær Bach  
State Authorised  
Public Accountant  
mne19812

**A-House TopCo ApS**  
Annual report 2019  
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## Management's review

### Company details

A-House TopCo ApS  
c/o Cobblestone A/S  
Gammel Køge Landevej 57  
2500 Valby  
Denmark

CVR no.:	38 03 16 43
Established:	23 September 2016
Registered office:	Copenhagen
Financial year:	1 January – 31 December

### Executive Board

Greg Jesse Eliason  
Ronny Pifko  
Naftali Wachsman

### Auditor

KPMG  
Statsautoriseret Revisionspartnerselskab  
Dampfærgevej 28  
DK-2100 Copenhagen  
Denmark

## **Management's review**

### **Operating review**

#### **Principal activities**

The objective of the Company is to invest in real estate property as well as other related activities through subsidiaries.

#### **Development in activities and financial position**

The Company realised a loss of DKK 756 thousand compared to last year's profit of DKK 11,798 thousand. The result for the year is negatively affected by an impairment of DKK 6,812 relating to investments in subsidiaries.

Equity amounts to DKK 19,410 thousand compared to last year DKK -3,299 thousand.

#### **Events after the balance sheet date**

No events have occurred after the balance sheet date that may materially affect the Company's financial position.

#### **Going Concern**

The Company's budget shows a need for liquidity support in the financial year 2020.

In order to ensure the Company's continued operations, A-House TopCo ApS has received a letter of support from Amtrust, Bluerock, and Ormfield ensuring sufficient liquidity to the Company to settle its obligations as they fall due until the annual general meeting in 2021 when the annual report for the year ended 2020 will be approved.

Furthermore a reference is made to note 2.

## Financial statements 1 January – 31 December

### Income statement

DKK'000	Note	2019	2018
<b>Gross loss</b>		-60	-42
Income from equity investments in group entities		20,000	24,000
Financial expenses	4	-21,274	-14,700
<b>Profit/loss before tax</b>		-1,334	9,258
Tax on profit/loss for the year		578	2,540
<b>Profit/loss for the year</b>		-756	11,798
<b>Proposed profit appropriation/distribution of loss</b>			
Retained earnings		-756	11,798
		-756	11,798



## Financial statements 1 January – 31 December

### Balance sheet

DKK'000	Note	<u>31/12 2019</u>	<u>31/12 2018</u>
<b>ASSETS</b>			
<b>Fixed assets</b>			
<b>Investments</b>			
Equity investments in group entities		16,653	50
Receivables from group entities		<u>200,452</u>	<u>211,552</u>
		217,105	211,602
<b>Total fixed assets</b>		<u>217,105</u>	<u>211,602</u>
<b>Current assets</b>			
<b>Receivables</b>			
Receivables from group entities		13,629	0
Dividend receivable from group entities		30,850	0
Deferred tax asset		578	0
Corporation tax		<u>0</u>	<u>13,384</u>
		45,057	13,384
<b>Cash at bank and in hand</b>		<u>47</u>	<u>41</u>
<b>Total current assets</b>		<u>45,104</u>	<u>13,425</u>
<b>TOTAL ASSETS</b>		<u><u>262,209</u></u>	<u><u>225,027</u></u>

## Financial statements 1 January – 31 December

### Balance sheet

DKK'000	Note	31/12 2019	31/12 2018
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Contributed capital		95	95
Share premium		23,465	0
Retained earnings		-4,150	-3,394
<b>Total equity</b>		<u>19,410</u>	<u>-3,299</u>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Payables to group entities	5	14,372	14,372
Mezzanine loans		206,603	206,603
		<u>220,975</u>	<u>220,975</u>
<b>Current liabilities</b>			
Other payables		71	60
Mezzanine loans		21,753	7,291
		<u>21,824</u>	<u>7,351</u>
<b>Total liabilities</b>		<u>242,799</u>	<u>228,326</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>262,209</u></u>	<u><u>225,027</u></u>
<b>Disclosure of material uncertainties regarding going concern</b>	2		
<b>Average number of employees</b>	3		
<b>Contingencies, etc.</b>	6		

## Financial statements 1 January – 31 December

### Statement of changes in equity

DKK'000	<u>Contributed capital</u>	<u>Share premium</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2019	95	0	-3,394	-3,299
Cash capital increase	0	23,465	0	23,465
Transferred over the profit appropriation	<u>0</u>	<u>0</u>	<u>-756</u>	<u>-756</u>
<b>Equity at 31 December 2019</b>	<u><u>95</u></u>	<u><u>23,465</u></u>	<u><u>-4,150</u></u>	<u><u>19,410</u></u>

## **Financial statements 1 January – 31 December**

### **Notes**

#### **1 Accounting policies**

The annual report of A-House TopCo ApS for 2019 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

#### **Omission of consolidated financial statements**

Pursuant to section 110(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

### **Income statement**

#### **Gross profit**

Pursuant to Section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross profit. Gross profit comprises Other external expenses.

#### **Other external expenses**

Other external expenses comprise administration expenses, etc.

#### **Financial income and expenses**

Financial income and expenses comprise interest income and expenses.

### **Balance sheet**

#### **Equity investments in group entities.**

Equity investments in group entities are measured at cost. Where the cost exceeds the net realisable value, write-down is made to this lower value.

#### **Receivables**

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies (continued)

##### Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities measured on the planned use of the asset or settlement of the liability.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future, either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement and in equity, respectively.

##### Cash at bank and in hand

Cash and cash equivalents comprise cash.

##### Liabilities

Other liabilities are measured at amortised cost, corresponding to nominal value.

## Financial statements 1 January – 31 December

### Notes

#### 2 Disclosure of material uncertainties regarding going concern

The Company's budget shows a need for liquidity support in the financial year 2020.

In order to ensure the Company's continued operations, A-House TopCo ApS has received a letter of support from Amtrust, Bluerock, and Ormfield ensuring sufficient liquidity to the Company to settle its obligations as they fall due until the annual general meeting in 2021 when the annual report for the year ended 2020 will be approved.

#### 3 Average number of full-time employees

	<u>31/12 2019</u>	<u>31/12 2018</u>
Average number of full-time employees	0	0
	<u>0</u>	<u>0</u>

#### 4 Financial expenses

DKK'000	<u>2019</u>	<u>2018</u>
Interest expense to mezzanine loans	14,462	14,699
Impairment losses on financial assets	6,812	0
Other financial costs	0	1
	<u>21,274</u>	<u>14,700</u>

#### 5 Non-current liabilities

DKK'000	<u>Total debt at 31/12 2019</u>	<u>Outstanding debt after five years</u>
Payables to group entities	14,372	14,372
Mezzanine loans	206,603	206,603
	<u>220,975</u>	<u>220,975</u>

#### 6 Contingencies, etc.

The Company is the administrative company of the group of companies subject to the danish scheme of joint taxation and is unlimited jointly and severally liable with the other jointly taxed companies for the tota corporation tax, etc.

The company is jointly taxes with A-Huset Invest ApS, CVR no. 27 60 47 06 and A-House Holding ApS, CVR no. 37 93 06 79.