

statsautoriseret revisionsfirma
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Essel Scandinavia Sports Management ApS

**Ørestads Boulevard 73
2300 København S**

CVR no. 38 21 30 59

**Annual report for the
period 16 November 2016 -
31 August 2017**

The annual report has been presented and approved on the Company's ordinary general meeting on

 19/10/2017

Chairman of general meeting

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COMPANY DETAILS

Reporting entity Essel Scandinavia Sports Management ApS
Ørestads Boulevard 73
2300 København S

CVR no.: 38 21 30 59
Reporting period: 16 November 2016 - 31 August 2017

Executive Board Per Weihrauch

Company auditors Kallermann Revision A/S - statsautoriseret revisionsfirma
Stationspladsen 1 og 3
3000 Helsingør

CVR no.: 30 19 52 64

STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The Executive Board have today considered and approved the annual report for the financial year 16 November 2016 - 31 August 2017 for Essel Scandinavia Sports Management ApS.

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

In my opinion the financial statements give a true and fair view of the Company's financial position at 31 August 2017 and of its financial performance for the financial year 16 November 2016 - 31 August 2017.

The Company has deselected audit. The conditions for this are fulfilled.

I believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

I recommend the annual report for adoption at the Annual General Meeting.

Copenhagen, 19 ~~September~~ ^{OCTOBER} 2017

PW

Executive board

Per Weihrauch



INDEPENDENT AUDITOR'S STATEMENT ON ASSISTANCE

To the Management of Essel Scandinavia Sports Management ApS

We have compiled the accompanying financial statements of Essel Scandinavia Sports Management ApS for the financial year 16 November 2016 to 31 August 2017 based on Information you have provided.

These financial statements comprise a summary of significant accounting policies, income statement, balance sheet and notes.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting 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 requirements under the Danish Act on Approved Auditors and Audit Firms and FSR – danske revisorer's Code of Ethics, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

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

Elsinore, 19 September 2017

CVR no. 30 19 52 64

Kallermann Revision A/S - statsautoriseret revisionsfirma



Peter Kallermann

State Authorized Public Accountant

MANAGEMENT'S REVIEW

Primary activities

The company's purpose is consultancy and agent activities concerning sport.

Uncertainty relating to recognition and measurement

The financial report is not affected by uncertainty in recognition and measurement.

Development in activities and finances

The result for the year shows a loss of 179.201 DKK, which is considered to be unsatisfactory. The equity amounts to -129.201 DKK at 31 August 2017.

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.

ANNUAL REPORT

ACCOUNTING POLICIES

This annual report of Essel Scandinavia Sports Management ApS for 2016/17 has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with additional choice of a few rules from class C enterprises.

It is the Company's first financial year, why no comparative figures are included. The financial year represents the period 16.11.2016.-31.08.2017, a total of 10 months.

Recognition and measurement

Income is recognised in the income statement when earned, hereunder valuation adjustment concerning financial assets and liabilities. Costs are also recognised in the income statement, hereunder depreciations and amortisations.

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 Company, and the value of the assets can be measured reliably.

Liabilities are recognised in the balance sheet when the Company 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 Company, and the value of the liabilities 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

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 one 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.

INCOME STATEMENT

Revenue

Revenue deducted other external costs is summarized in the income statement as gross profit according to the rules in the Danish Financial Statements Act, section 32.

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.

External expenses

Other external expenses comprise expenses for distribution, sale, marketing, administration, premises, bad debts, operational costs etc.

ANNUAL REPORT

ACCOUNTING POLICIES

Financial income and expenses

These items comprise interest income and expenses, financial costs concerning financial leasing, realised and unrealised capital gains and losses on securities, payables and transactions in foreign currencies, amortisation premium or allowance on mortgage debt etc as well as tax surcharge and tax relief under the Danish Tax Prepayment Scheme.

Income tax

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.

Current tax liabilities or tax receivables are included in the balance sheet as calculated tax of the year's taxable income, regulated for paid tax on account.

Deferred tax is recognised on all temporary differences between the carrying amount and tax-based value of assets and liabilities, for which the tax-based value of assets 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.

BALANCE SHEET

Receivables

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

Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and cash.

Tax payables and deferred tax

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 on equity by the portion attributable to entries directly on equity. The portion of the tax taken to the income statement, which relates to extraordinary profit/loss for the year, is allocated to this entry whereas the remaining portion is taken to the year's profit/loss from ordinary activities.

Deferred tax is recognised on all temporary differences between the carrying amount and tax-based value of assets and liabilities, for which the tax-based value of assets is calculated based on the planned use of each asset.

Deferred tax is measured on basis of the tax rules and tax rates which are valid when deferred tax is expected to be current tax. Changes in deferred tax as a consequence of changes in tax rates are recognised in the income statement. The current tax rate is 22 per cent.

Liabilities other than provisions

Financial liabilities are recognised at cost price at the time of borrowing, equalling the received proceeds after deduction of paid transaction costs. During the following periods the financial liabilities are measured at amortised cost equalling the capitalized value by using the effective interest rate in order to recognise the difference between the proceeds and the face value in the income statement.

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

ANNUAL REPORT**INCOME STATEMENT FOR 2016/17**

| | <u>Notes</u> | <u>2016/17 DKK</u> |
|--|--------------|------------------------|
| Gross loss | | -218.753 |
| Financial expenses | 1 | <u>-8.448</u> |
| Profit (loss) from ordinary activities before tax | | -227.201 |
| Tax | 2 | <u>48.000</u> |
| PROFIT/LOSS FOR THE YEAR | | <u>-179.201</u> |
| Proposed distribution of results: | | |
| Retained earnings | | <u>-179.201</u> |
| | | <u>-179.201</u> |

ANNUAL REPORT

BALANCE OF 31 AUGUST 2017

| | <u>Notes</u> | <u>2016/17 DKK</u> |
|--|--------------|------------------------|
| ASSETS | | |
| Deposits, investments and receivables | | 21.780 |
| Long-term investments and receivables | | <u>21.780</u> |
| FIXED ASSETS | | <u>21.780</u> |
| Current deferred tax assets | | 48.000 |
| Other receivables | | 20.342 |
| Receivables | | <u>68.342</u> |
| Cash and cash equivalents | | <u>224.315</u> |
| CURRENT ASSETS | | <u>292.657</u> |
| ASSETS | | <u><u>314.437</u></u> |
| EQUITY AND LIABILITIES | | |
| Contributed capital | | 50.000 |
| Retained earnings | | <u>-179.201</u> |
| EQUITY | | <u>-129.201</u> |
| Payables to group enterprises | | 422.838 |
| Long-term liabilities other than provisions | | <u>422.838</u> |
| Other payables | | 20.800 |
| Short-term liabilities other than provisions | | <u>20.800</u> |
| LIABILITIES OTHER THAN PROVISIONS | | <u>443.638</u> |
| EQUITY AND LIABILITIES | | <u><u>314.437</u></u> |
| Contingent liabilities | 3 | |
| Mortgages and collaterals | 4 | |

ANNUAL REPORT**STATEMENT OF CHANGES IN EQUITY FOR 2016/17**

| | <u>2016/17</u> <u>DKK</u> |
|--|------------------------------|
| Contributed capital: | |
| Capital, 16 November 2016 | 50.000 |
| Capital, 31 August 2017 | <u>50.000</u> |
| Retained earnings: | |
| Retained earnings, 16 November 2016 | 0 |
| Decrease | -179.201 |
| Retained earnings, 31 August 2017 | <u>-179.201</u> |
| Equity, 31 August 2017 | <u><u>-129.201</u></u> |

ANNUAL REPORT**NOTES**

| | <u>2016/17</u> <u>DKK</u> |
|--|------------------------------|
| 1. Other finance expenses | |
| Interest expense assigned to group enterprises | 6.894 |
| Other interest expenses | 1.554 |
| Other finance expenses | <u>8.448</u> |
| 2. Tax | |
| Adjustments for deferred tax | -48.000 |
| Tax expense on ordinary activities | <u>-48.000</u> |
| 3. Contingent liabilities | |
| None. | |
| 4. Mortgages and collaterals | |
| None. | |