

Pegasus Nordic Group ApS

Bredgade 6

1260 København K

CVR No. 38696947

Annual Report 2018/19

2. financial year

The Annual Report was presented and adopted at the Annual General Meeting of the Company on 25 September 2019

Weiwei Hu
Chairman

Pegasus Nordic Group ApS

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Management's Statement

Today, Management has considered and adopted the Annual Report of Pegasus Nordic Group ApS for the financial year 1 May 2018 - 30 April 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 assets, liabilities and financial position of the Company at 30 April 2019 and of the results of the Company's operations for the financial year 1 May 2018 - 30 April 2019.

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.

København, 25 September 2019

Executive Board

Shan Yang
Manager

Supervisory Board

Weiwei Hu

Pegasus Nordic Group ApS

Company details

Company	Pegasus Nordic Group ApS Bredgade 6 1260 København K
CVR No.	38696947
Date of formation	7 June 2017
Registered office	København
Financial year	1 May 2018 - 30 April 2019
Supervisory Board	Weiwei Hu
Executive Board	Shan Yang, Manager

Management's Review

The Company's principal activities

The Company's principal activities consist to do business in the retail, travel agency, catering and consulting services, and related business.

Development in activities and financial matters

The Company's Income Statement of the financial year 1 May 2018 - 30 April 2019 shows a result of DKK -564.825 and the Balance Sheet at 30 April 2019 a balance sheet total of DKK 2.070.482 and an equity of DKK -799.163.

The company has lost more than 50% of the contributed capital and is therefore covered by the rules on capital loss . At the next annual general meeting, the management will explain the financial situation and present how to re-establish the equity by future positive earnings.

Expectations for the future

The Company expects its operations to develop positively next year.

Material changes in the Company's operations and financial matters

There has been no material changes in the Company's operations and financial matters

Accounting Policies

Reporting Class

The Annual Report of Pegasus Nordic Group ApS for 2018/19 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

As the financial year 2017/2018 is the Company's first financial year, the Financial Statements with associated notes have been prepared without comparative figures from the previous year.

Reporting currency

The Annual Report is presented in Danish kroner.

General Information

Basis of recognition and measurement

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.

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.

The gross profit comprises the net turnover, consumption of goods, other operating income, and external costs.

Costs of sales includes costs for the purchase of raw materials.

Other external costs comprise costs for distribution, sales, advertisement, administration, premises, loss on debtors, and leasing costs.

Accounting Policies

Employee benefits expense

Employee benefits expenses comprise wages and salaries, pensions and social security costs.

Depreciation 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
Goodwill	5 years
Leasehold improvements	5 years

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 with the amounts that concern the financial year. Financial income and expenses include interest income and expenses, realised and unrealised capital gains and losses regarding securities, debt and foreign currency transactions, dividends received from other equity investments, amortisation of financial assets and liabilities as well as surcharges and allowances under the tax repayment scheme.

Tax on net profit/loss 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.

Balance Sheet

Intangible assets

Goodwill is measured at cost less accumulated amortisation and impairment losses.

Tangible assets

Tangible assets are measured at cost plus revaluations, if any, and less accumulated amortisation and impairment losses. Cost comprises the purchase price and costs directly attributable to the purchase until the date when the asset is available for use.

Investments

The investments is deposits for the store in Copenhagen

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.

Financial liabilities

Liabilities are measured at amortised cost which usually corresponds to the nominal value.

Income Statement

	Note	2018/19 kr.	2017/18 kr.
Gross profit		1.028.443	486.035
Employee benefits expense	2	-1.271.496	-455.721
Depreciation of tangible and intangible assets recognised in profit or loss		-308.193	-308.193
Profit from ordinary operating activities		-551.246	-277.879
Other finance income		22	482
Finance expences		-13.601	-6.941
Profit from ordinary activities before tax		-564.825	-284.338
Tax expense on ordinary activities		0	0
Profit		-564.825	-284.338
Proposed distribution of results			
Retained earnings		-564.825	-284.338
Distribution of profit		-564.825	-284.338

Pegasus Nordic Group ApS

Balance Sheet as of 30 April

	Note	2019 kr.	2018 kr.
Assets			
Goodwill		639.428	767.314
Intangible assets		639.428	767.314
Leasehold improvements		360.644	540.951
Property, plant and equipment		360.644	540.951
Deposits, investments		530.795	511.292
Investments		530.795	511.292
Fixed assets		1.530.867	1.819.557
Short-term trade receivables		188.854	145.500
Deferred income		32.410	0
Receivables		221.264	145.500
Cash and cash equivalents		318.351	366.002
Current assets		539.615	511.502
Assets		2.070.482	2.331.059

Balance Sheet as of 30 April

	Note	2019 kr.	2018 kr.
Liabilities and equity			
Contributed capital		50.000	50.000
Retained earnings		-849.163	-284.338
Equity		-799.163	-234.338
Trade payables		142.622	288.108
Payables to group enterprises		2.246.046	2.192.463
Other payables		74.867	10.443
Payables to shareholders and management		406.110	74.383
Short-term liabilities other than provisions		2.869.645	2.565.397
Liabilities other than provisions within the business		2.869.645	2.565.397
Liabilities and equity		2.070.482	2.331.059
Ownership	3		

Notes

2018/19

2017/18

1. Uncertainties relating to going concern

The parent company has issued a letter of support providing assurance that the necessary funds will be provided to the Company, and consequently, the financial statements are presented under the going concern assumption.

2. Employee benefits expense

Wages and salaries	1.124.932	365.103
Social security contributions	109.964	54.412
Other employee expense	36.600	36.206
	1.271.496	455.721
Average number of employees	3	3

3. Ownership

The Company has registered the following shareholder to hold more than 5% of the voting capital or of the nominal value of the share capital:

Pegasus Group Ltd, Eteläranta 18-20, 00130 Helsinki, Finland

The shareholder controls the company.