

Pegasus Nordic Group ApS

Bredgade 6

1260 København K

CVR No. 38696947

Annual Report 2020/21

4. financial year

The Annual Report was presented and adopted at the Annual General Meeting of the Company on 30 September 2021

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 2020 - 30 April 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 30 April 2021 and of the results of the Company's operations for the financial year 1 May 2020 - 30 April 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.

København, 30 September 2021

Executive Board

Shan Yang
Manager

Supervisory Board

Weiwei Hu
Chairman

Pegasus Nordic Group ApS

Auditors' Report on Compilation of Financial Statements

To the day-to-day management of Pegasus Nordic Group ApS

We have compiled the Financial Statements of Pegasus Nordic Group ApS for the financial year 1 May 2020 - 30 April 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 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.

Kongens Lyngby, 30 September 2021

Fetterlein registreret revisionsanpartsselskab

CVR-no. 36081848

Claus Jørn Fetterlein

Registered Public Accountant

mne2674

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
Supervisory Board	Weiwei Hu
Executive Board	Shan Yang, Manager
Auditors	Fetterlein registreret revisionsanpartsselskab Bagsværdvej 82 2800 Kongens Lyngby CVR-no.: 36081848

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 the financial situation

The Company's Income Statement of the financial year 1 May 2020 - 30 April 2021 shows a result of DKK -800.684 and the Balance Sheet at 30 April 2021 a balance sheet total of DKK 1.448.813 and an equity of DKK -1.199.850.

Post financial year events

The company has been extremely affected by the Covid-19 situation. As the company is influenced by the tourist industry, this has had a direct impact on the company's operations. All company activity has been suspended.

Expectations for the future

The Company expects to reopen activities as soon as the Covid-19 situation improves and the tourist industry gets back on track.

The loss represents more than 50% of the share capital. The management expect that the share capital will be restored by its normal operating activities.

Accounting Policies

Reporting Class

The Annual Report of Pegasus Nordic Group ApS for 2020/21 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 principle.

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.

Revenue is recognised in the income statement if the goods have been delivered and the risk has passed to the

Accounting Policies

byer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised excluding VAT and net of sales discounts.

Employee benefits expense

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.

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 based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, financial expenses 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.

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.

Deposits

Deposits are measured at cost.

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.

Accounting Policies

Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

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.

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

Liabilities

Liabilities, comprising deposits, trade payables and other accounts payable, are measured at amortised cost, which usually corresponds to the nominal value.

Other payables

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

Income Statement

	Note	2020/21 kr.	2019/20 kr.
Gross profit		-553.572	1.964.981
Employee benefits expense	2	55.697	-1.245.479
Depreciation of tangible and intangible assets recognised in profit or loss		-308.223	-308.193
Profit from ordinary operating activities		-806.098	411.309
Other finance income		7.138	0
Finance expences		-1.724	-11.314
Profit from ordinary activities before tax		-800.684	399.995
Tax expense on ordinary activities		0	0
Profit		-800.684	399.995
 Proposed distribution of results			
Retained earnings		-800.684	399.995
Distribution of profit		-800.684	399.995

Balance Sheet as of 30 April

	Note	2021 kr.	2020 kr.
Assets			
Goodwill		383.657	511.543
Intangible assets		383.657	511.543
Leasehold improvements		0	180.337
Property, plant and equipment		0	180.337
Deposits, investments		238.789	547.548
Investments		238.789	547.548
Fixed assets		622.446	1.239.428
Manufactured goods and goods for resale		380.000	380.000
Inventories		380.000	380.000
Short-term trade receivables		0	191.070
Other short-term receivables		99.316	21.085
Deferred income		30.574	23.719
Receivables		129.890	235.874
Cash and cash equivalents		316.477	541.073
Current assets		826.367	1.156.947
Assets		1.448.813	2.396.375

Balance Sheet as of 30 April

	Note	2021 kr.	2020 kr.
Liabilities and equity			
Contributed capital		50.000	50.000
Retained earnings		-1.249.850	-449.166
Equity		-1.199.850	-399.166
Trade payables		283.157	346.272
Payables to group enterprises		2.089.088	2.096.226
Other payables		46.485	123.110
Payables to shareholders and management		229.933	229.933
Short-term liabilities other than provisions		2.648.663	2.795.541
Liabilities other than provisions within the business		2.648.663	2.795.541
Liabilities and equity		1.448.813	2.396.375
Ownership	3		

Pegasus Nordic Group ApS

Statement of changes in Equity

	Contributed capital	Retained earnings	Total
Equity 1 May 2020	50.000	-449.166	-399.166
Profit (loss)	<u>0</u>	<u>-800.684</u>	<u>-800.684</u>
Equity 30 April 2021	<u>50.000</u>	<u>-1.249.850</u>	<u>-1.199.850</u>

The share capital has remained unchanged since the formation of the company in June 2017.

Notes

2020/21

2019/20

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	136.777	1.015.265
Wage reimbursement	-141.650	0
Social security contributions	6.483	94.481
Other employee expense	-57.307	135.733
	-55.697	1.245.479
Average number of employees	1	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.