

Statsautoriseret revisionsanpartsselskab

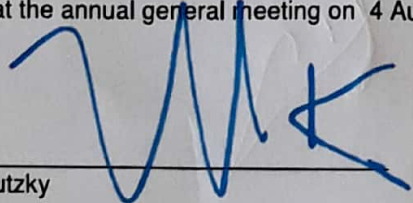
**Hertzberg**<sup>+</sup>  
REVISION &  
RÅDGIVNING

## **Annual report for 2019**

**Tikun Olam Scandinavia ApS  
Hørbakken 1, Smørumvang  
2765 Smørum  
CVR no. 39 19 94 67**

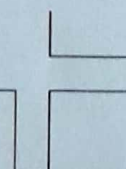
**Prepared without audit or review**

Adopted at the annual general meeting on 4 August 2020

  
\_\_\_\_\_  
Aharon Lutzky  
chairman

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## Statement by management on the annual report

The supervisory and executive boards have today discussed and approved the annual report of Tikun Olam Scandinavia ApS for the financial year 1 January - 31 December 2019.

The annual report is 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 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 our opinion, management's review includes a fair review of the matters dealt with in the management's review.

Management recommends that the annual report should be approved by the company in general meeting.

Smørum, 4 August 2020

### Executive board

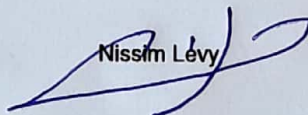
Erez Albo  
CEO



Supervisory board

Aharon Lutzky  
chairman

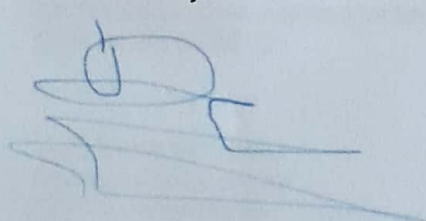
Nissim Lévy



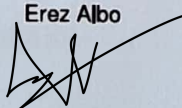
Lotem Cohen



Dan Tsruya

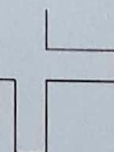


Erez Albo



**Hortzberg<sup>+</sup>**

Statsautoriseret revisionsanpartsselskab





## Auditor's report on compilation of the financial statements

### *To the shareholder of Tikun Olam Scandinavia ApS*

We have compiled the financial statements of Tikun Olam Scandinavia ApS for the financial year 1 January - 31 December 2019 based on the company's bookkeeping records and other information made available by enterprise.

The financial statements comprises income statement, balance sheet, notes and summary of significant accounting policies

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the enterprise in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and Audit Firms and FSR - Danish Auditors' Code of Ethics for Professional Accountants, including principles relating to integrity, objectivity, professional competence and due care.

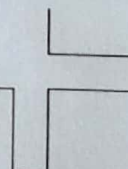
The financial statements and the accuracy and completeness of the information used to compile the financial statements are the enterprise's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by enterprise for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

København Ø, 4 August 2020

Hartzberg+  
statsautoriseret revisionsanpartsselskab  
CVR no. 40 53 53 49

Hans Peter Hartzberg  
statsautoriseret revisor  
MNE no. mne24818



## Company details

### The company

Tikun Olam Scandinavia ApS  
Hørbakken 1, Smørumvang  
2765 Smørum

CVR no.: 39 19 94 67

Reporting period: 1 January - 31 December 2019

Incorporated: 31. December 2017

Domicile: Egedal

### Supervisory board

Aharon Lutzky, chairman  
Nissim Levy  
Lotem Cohen  
Dan Tsruya  
Erez Albo

### Executive board

Erez Albo, CEO

### Auditors

Hartzberg+  
statsautoriseret revisionsanpartsselskab  
Øster Allé 56, 1.  
2100 København Ø



## Management's review

### Business review

The company's purpose is to import and sell medical cannabis products in Denmark.

### Recognition and measurement uncertainties

The recognition and measurement of items in the annual report is not associated with any uncertainty.

### Financial review

The company's income statement for the year ended 31 December 2019 shows a loss of DKK 40.996, and the balance sheet at 31 December 2019 shows equity of DKK 4.710.

### Significant events occurring after the end of the financial year

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

# Income statement

## 1 January 2019 - 31 December 2019

	Note	2019 DKK	2018 DKK
<b>Gross profit</b>		<b>-53.746</b>	<b>-5.294</b>
Staff costs	1	-290	0
<b>Profit/loss before tax</b>		<b>-54.036</b>	<b>-5.294</b>
Tax on profit/loss for the year	2	13.040	0
<b>Profit/loss for the year</b>		<b>-40.996</b>	<b>-5.294</b>
Retained earnings		-40.996	-5.294
		<b>-40.996</b>	<b>-5.294</b>

## Balance sheet at 31 December 2019

	Note	2019 DKK	2018 DKK
<b>Assets</b>			
Deposits		12.500	0
<b>Fixed asset investments</b>		<b>12.500</b>	<b>0</b>
<b>Total non-current assets</b>		<b>12.500</b>	<b>0</b>
Other receivables		1.875	0
Deferred tax asset		13.040	0
<b>Receivables</b>		<b>14.915</b>	<b>0</b>
<b>Cash at bank and in hand</b>		<b>147.000</b>	<b>66.345</b>
<b>Total current assets</b>		<b>161.915</b>	<b>66.345</b>
<b>Total assets</b>		<b>174.415</b>	<b>66.345</b>
<b>Equity and liabilities</b>			
Share capital		51.000	51.000
Retained earnings		-46.290	-5.294
<b>Equity</b>	3	<b>4.710</b>	<b>45.706</b>
Payables to shareholders and management		169.705	20.639
<b>Total current liabilities</b>		<b>169.705</b>	<b>20.639</b>
<b>Total liabilities</b>		<b>169.705</b>	<b>20.639</b>
<b>Total equity and liabilities</b>		<b>174.415</b>	<b>66.345</b>



## Notes

	2019 DKK	2018 DKK
<b>1 Staff costs</b>		
Other staff costs	290	0
	<b>290</b>	<b>0</b>
Average number of employees	0	0
<b>2 Tax on profit/loss for the year</b>		
Deferred tax for the year	-13.040	0
	<b>-13.040</b>	<b>0</b>

### 3 Equity

	Share capital	Retained earnings	Total
Equity at 1 January 2019	51.000	-5.294	45.706
Net profit/loss for the year	0	-40.996	-40.996
<b>Equity at 31 December 2019</b>	<b>51.000</b>	<b>-46.290</b>	<b>4.710</b>

The share capital consists of 51.000 shares of a nominal value of DKK 1. No shares carry any special rights.

## Accounting policies

The annual report of Tikun Olam Scandinavia ApS for 2019 has been prepared in accordance with the provisions of the Danish Financial Statements Act concerning reporting class B entities.

The accounting policies applied are consistent with those of last year.

The annual report for 2019 is presented in DKK

### **Basis of recognition and measurement**

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow 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 will flow from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.



## Accounting policies

### Income statement

#### Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue, changes in inventories of finished goods and work in progress and other operating income less costs of raw materials and consumables and other external expenses.

#### Other external expenses

Other external expenses include expenses related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

#### Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

### Balance sheet

#### Receivables

Receivables are measured at amortised cost.

#### Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively.

#### Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

