

Bean Geeks Chocolate ApS

Humletorvet 27, 3.
1799 København V
Business Registration No
39355930

Annual report 15.02.2018 - 31.12.2018

The Annual General Meeting adopted the annual report on 07.06.2019

Chairman of the General Meeting

Name: Mikkel Borg Bjergsø

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Entity details

Entity

Bean Geeks Chocolate ApS
Humletorvet 27, 3.
1799 København V

Central Business Registration No (CVR): 39355930

Registered in: København

Financial year: 15.02.2018 - 31.12.2018

Executive Board

Mikkel Borg Bjergsø
Mads Stigborg
Jacob Gram Alsing

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
Postboks 1600
0900 København C
Lead Client Service Partner: Bjørn Winkler Jakobsen

Statement by Management on the annual report

The Executive Board have today considered and approved the annual report of Bean Geeks Chocolate ApS for the financial year 15.02.2018 - 31.12.2018.

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 Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 15.02.2018 - 31.12.2018.

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

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

Copenhagen, 07.06.2019

Executive Board

Mikkel Borg Bjergsø

Mads Stigborg

Jacob Gram Alsing

Independent auditor's report

To the shareholders of Bean Geeks Chocolate ApS

Opinion

We have audited the financial statements of Bean Geeks Chocolate ApS for the financial year 15.02.2018 - 31.12.2018, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant 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 Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 15.02.2018 - 31.12.2018 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board of 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 requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 1 in the financial statements where Management describe that the equity is lost per 31 December 2018 and that the current liabilities exceeds the current assets in the balance sheet. The management is working on a plan to re-establish the equity and improve the cash flow. The management expects that it will be possible for the company to pay its liabilities as they become due. The management has based on cash flow projections presented the financial statements on a going concern basis. The company is not entitled to support from the owners, and as mentioned in note 1 this causes an uncertainty about the company's capability of continuing of going concern. Our opinion is not modified in respect of this matter.

Management's responsibilities 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 as 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 Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Entity 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 about 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

Independent auditor's report

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 applicable in Denmark will always detect a material misstatement when it exists. Misstatements can 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 taken 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 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 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 Entity'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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.

Independent auditor's report

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, 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 commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary 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 commentary.

Copenhagen, 07.06.2019

Deloitte

Statsautoriseret Revisionspartnerselskab

Central Business Registration No (CVR) 33963556

Hans Tauby

State Authorised Public Accountant

Identification No (MNE) mne44339

Management commentary

Primary activities

The company's activities comprise manufacturing and selling chocolate.

Development in activities and finances

The income statement for 2018 shows a loss of DKK 637.481 which management considers as expected. The balance sheet shows a negative equity of DKK 587.481.

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.

Income statement for 2018

	<u>Notes</u>	<u>2018</u> <u>DKK</u>
Gross profit/loss		(196.453)
Staff costs	2	(483.739)
Depreciation, amortisation and impairment losses	3	<u>(90.355)</u>
Operating profit/loss		(770.547)
Other financial income		36
Other financial expenses	4	<u>(46.773)</u>
Profit/loss before tax		(817.284)
Tax on profit/loss for the year	5	<u>179.803</u>
Profit/loss for the year		<u>(637.481)</u>
Proposed distribution of profit/loss		
Retained earnings		<u>(637.481)</u>
		<u>(637.481)</u>

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018</u> <u>DKK</u>
Other fixtures and fittings, tools and equipment		283.056
Leasehold improvements		<u>237.980</u>
Property, plant and equipment	6	<u>521.036</u>
Deferred tax		<u>179.803</u>
Fixed asset investments	7	<u>179.803</u>
Fixed assets		<u>700.839</u>
Manufactured goods and goods for resale		<u>99.300</u>
Inventories		<u>99.300</u>
Trade receivables		44.654
Other receivables		<u>119.164</u>
Receivables		<u>163.818</u>
Cash		<u>458.419</u>
Current assets		<u>721.537</u>
Assets		<u>1.422.376</u>

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018</u> <u>DKK</u>
Contributed capital		50.000
Retained earnings		<u>(637.481)</u>
Equity		<u>(587.481)</u>
Trade payables		47.057
Payables to shareholders and management		1.904.012
Other payables		<u>58.788</u>
Current liabilities other than provisions		<u>2.009.857</u>
Liabilities other than provisions		<u>2.009.857</u>
Equity and liabilities		<u>1.422.376</u>
Going concern	1	
Group relations	8	

Statement of changes in equity for 2018

	Contributed capital DKK	Retained earnings DKK	Total DKK
Contributed upon formation	50.000	0	50.000
Profit/loss for the year	0	(637.481)	(637.481)
Equity end of year	50.000	(637.481)	(587.481)

Notes

1. Going concern

The management has found that the equity is lost per 31 December 2018 and that the current liabilities exceeds the current assets in the balance sheet. The management is working on a plan to re-establish the equity and improve the cash flow. The management expects that it will be possible for the company to pay its liabilities as they become due. The management has based on cash flow projections presented the financial statements on a going concern basis. The company is not entitled to support from the owners, which causes an uncertainty about the company's capability of continuing operation. The total payables to shareholders and management is 1.904.012 as per 31 December 2018.

	2018
	DKK
2. Staff costs	
Wages and salaries	474.748
Other social security costs	7.487
Other staff costs	1.504
	483.739
Average number of employees	1

	2018
	DKK
3. Depreciation, amortisation and impairment losses	
Depreciation of property, plant and equipment	90.355
	90.355

	2018
	DKK
4. Other financial expenses	
Other interest expenses	2.743
Exchange rate adjustments	(1.112)
Other financial expenses	45.142
	46.773

	2018
	DKK
5. Tax on profit/loss for the year	
Change in deferred tax	(179.803)
	(179.803)

Notes

	Other fixtures and fittings, tools and equipment DKK	Leasehold improve- ments DKK
6. Property, plant and equipment		
Additions	<u>332.903</u>	<u>278.488</u>
Cost end of year	<u>332.903</u>	<u>278.488</u>
Depreciation for the year	<u>(49.847)</u>	<u>(40.508)</u>
Depreciation and impairment losses end of year	<u>(49.847)</u>	<u>(40.508)</u>
Carrying amount end of year	<u>283.056</u>	<u>237.980</u>
		Deferred tax DKK
7. Fixed asset investments		
Additions		<u>179.803</u>
Cost end of year		<u>179.803</u>
Carrying amount end of year		<u>179.803</u>

8. Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:

Bjergsø Holding ApS, København.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

Recognition and measurement

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 Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity 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 Entity, and the value of the liability 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.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods, cost of sales and external expenses.

Revenue

Revenue from the sale of goods 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 and is measured at fair value of the consideration fixed.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

Accounting policies

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, as well as gains and losses from the sale of intangible assets as well as plant and equipment.

Other financial income

Other financial income comprises interest income.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

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.

The Entity is jointly taxed with all Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Property, plant and equipment

Other fixtures and fittings, tools and equipment and leasehold improvements are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	5 years
Leasehold improvements	5 years

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

Estimated useful lives and residual values are reassessed annually.

Items of plant and equipment are written down to the lower of recoverable amount and carrying amount.

Accounting policies

Deferred tax

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

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts. Credit cards receivable are recognized as trade receivables

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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