



Nordic Brands ApS

Lejrvej 9
3500 Værløse
CVR No. 39692988

**Annual report 01.04.2019 -
31.03.2020**

The Annual General Meeting adopted the
annual report on 28.08.2020

Christian Løvenkjær-Knudtson
Chairman of the General Meeting

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Entity details

Entity

Nordic Brands ApS

Lejrvej 9

3500 Værløse

CVR No.: 39692988

Registered office: Furesø

Financial year: 01.04.2019 - 31.03.2020

Board of Directors

Johnny Davidsen

Alexander Stig Paciorek Nielsen

Christian Løvenkjær-Knudtzon

Henrik Sebastian Thøger Nielsen, formand

Executive Board

Christian Løvenkjær-Knudtzon, direktør

Johnny Davidsen, direktør

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

P. O. Box 1600

0900 Copenhagen C

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Nordic Brands ApS for the financial year 01.04.2019 - 31.03.2020.

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 31.03.2020 and of the results of its operations for the financial year 01.04.2019 - 31.03.2020.

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.

Værløse, 28.08.2020

Executive Board

Christian Løvenkjær-Knudtzon
direktør

Johnny Davidsen
direktør

Board of Directors

Johnny Davidsen

Alexander Stig Paciorek Nielsen

Christian Løvenkjær-Knudtzon

Henrik Sebastian Thøger Nielsen
formand

Independent auditor's extended review report

To the shareholders of Nordic Brands ApS

Conclusion

We have performed an extended review of the financial statements of Nordic Brands ApS for the financial year 01.04.2019 - 31.03.2020, 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.03.2020 and of the results of its operations for the financial year 01.04.2019 - 31.03.2020 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting 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 extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

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 extended review 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 extended review 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 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, 28.08.2020

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Claus Jorch Andersen

State Authorised Public Accountant
Identification No (MNE) mne33712

Management commentary

Primary activities

The Company's activity is to act within distribution and logistics services including other related business.

Uncertainty relating to recognition and measurement

The income statement for the current financial year show a profit of DKK 1,108 thousand. Which is considered satisfactory by management.

Management also expects a profit in 2020/21.

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 2019/20

	Notes	2019/20 DKK	2018/19 DKK
Gross profit/loss		2,071,456	938,800
Other financial income	1	225,949	196,599
Other financial expenses	2	(876,585)	(353,816)
Profit/loss before tax		1,420,820	781,583
Tax on profit/loss for the year	3	(313,162)	(171,948)
Profit/loss for the year		1,107,658	609,635
Proposed distribution of profit and loss			
Retained earnings		1,107,658	609,635
Proposed distribution of profit and loss		1,107,658	609,635

Balance sheet at 31.03.2020

Assets

	Notes	2019/20 DKK	2018/19 DKK
Manufactured goods and goods for resale		3,525,672	1,658,556
Prepayments for goods		1,422,923	2,781,655
Inventories		4,948,595	4,440,211
Trade receivables		3,013,981	1,410,240
Receivables from group enterprises		1,046,429	14,105
Receivables		4,060,410	1,424,345
Cash		193,536	381,004
Current assets		9,202,541	6,245,560
Assets		9,202,541	6,245,560

Equity and liabilities

	Notes	2019/20 DKK	2018/19 DKK
Contributed capital		50,000	50,000
Retained earnings		1,417,293	609,635
Equity		1,467,293	659,635
Trade payables		783,077	591,343
Payables to group enterprises		3,531,489	0
Payables to associates		0	3,365,000
Income tax payable		313,162	171,948
Other payables		3,107,520	1,457,634
Current liabilities other than provisions		7,735,248	5,585,925
Liabilities other than provisions		7,735,248	5,585,925
Equity and liabilities		9,202,541	6,245,560

Contingent liabilities

4

Statement of changes in equity for 2019/20

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	50,000	609,635	659,635
Group contributions etc	0	(300,000)	(300,000)
Profit/loss for the year	0	1,107,658	1,107,658
Equity end of year	50,000	1,417,293	1,467,293

Notes

1 Other financial income

	2019/20	2018/19
	DKK	DKK
Exchange rate adjustments	225,949	196,599
	225,949	196,599

2 Other financial expenses

	2019/20	2018/19
	DKK	DKK
Financial expenses from group enterprises	408,362	13,047
Financial expenses from associates	84,000	158,962
Other interest expenses	137,249	47,790
Exchange rate adjustments	246,974	134,017
	876,585	353,816

3 Tax on profit/loss for the year

	2019/20	2018/19
	DKK	DKK
Current tax	313,162	171,948
	313,162	171,948

4 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement from d. 28.09.2019 where Cousin Corp ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

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.

The accounting policies applied to these financial statements are consistent with those applied last year.

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 and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Revenue

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 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.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, payables and transactions in foreign currencies, amortisation of financial assets, and tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, payables and transactions in foreign currencies, amortisation of financial liabilities, and 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**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. Cost of manufactured goods and work in progress consists of costs of raw materials, consumables, direct labour costs and indirect production 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.

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.

Income tax receivable or payable

Current tax receivable or payable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.