

Deloitte.

Deloitte
Statsautoriseret
Revisionspartnerselskab
CVR-nr. 33963556
Østre Havnepromenade 26, 4. sal
9000 Aalborg

Phone 98 79 60 00
Fax 98 79 60 01
www.deloitte.dk

Elite Medical Europe ApS

Kærlundsvej 33

9000 Aalborg

Business Registration No

39901749

**Annual report 01.10.2018
- 30.09.2019**

The Annual General Meeting adopted the annual report on 14.11.2019

Chairman of the General Meeting


Name: Tim Rosenkrantz Buur

Member of Deloitte Touche Tohmatsu Limited

K 

Contents

	Page
Entity details	1
Statement by Management on the annual report	2
Independent auditor's extended review report	3
Management commentary	5
Income statement for 2018/19	6
Balance sheet at 30.09.2019	7
Statement of changes in equity for 2018/19	9
Notes	10
Accounting policies	11

Handwritten signature

Entity details

Entity

Elite Medical Europe ApS
Kærlundsvej 33
9000 Aalborg

Central Business Registration No (CVR): 39901749
Registered in: Aalborg
Financial year: 01.10.2018 - 30.09.2019

Executive Board

Jens Krohn

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Østre Havnepromenade 26, 4. sal
9000 Aalborg

21 

Statement by Management on the annual report

The Executive Board have today considered and approved the annual report of Elite Medical Europe ApS for the financial year 01.10.2018 - 30.09.2019.

The annual report is presented in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the Entity's financial position at 30.09.2019 and of the results of its operations for the financial year 01.10.2018 - 30.09.2019.

I 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.

Aalborg, 14.11.2019

Executive Board

Jens Krohn



24



Independent auditor's extended review report

To the shareholders of Elite Medical Europe ApS

Conclusion

We have performed an extended review of the financial statements of Elite Medical Europe ApS for the financial year 01.10.2018 - 30.09.2019, 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 30.09.2019 and of the results of its operations for the financial year 01.10.2018 - 30.09.2019 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". 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.

Independent auditor's extended review report

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.

Aalborg, 14.11.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556



Sami Nikolai El-Galaly
State Authorised Public Accountant
Identification No (MNE) mne42793



Management commentary

Primary activities

The company's principal activities comprise sales of preused medical equipment and other related activities at the discretion of the Executive Board.

Development in activities and finances

The Company's profit for the year amounts to DKK 3,039 thousand. According to Management, the results are considered satisfactory. A positive development of the results is expected for 2019.

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.

21

Income statement for 2018/19

	<u>Note</u> <u>s</u>	<u>2018/19</u> <u>DKK</u>
Gross profit		4.788.920
Staff costs	1	(867.059)
Depreciation, amortisation and impairment losses		<u>(24.158)</u>
Operating profit/loss		3.897.703
Other financial income		9.866
Other financial expenses		<u>(4.524)</u>
Profit/loss before tax		3.903.045
Tax on profit/loss for the year	2	<u>(864.316)</u>
Profit/loss for the year		<u>3.038.729</u>
Proposed distribution of profit/loss		
Retained earnings		<u>3.038.729</u>
		<u>3.038.729</u>

24


Balance sheet at 30.09.2019

	<u>Notes</u>	<u>2018/19</u> <u>DKK</u>
Other fixtures and fittings, tools and equipment		48.314
Property, plant and equipment	3	<u>48.314</u>
Fixed assets		<u>48.314</u>
Manufactured goods and goods for resale		2.686.407
Prepayments for goods		100.037
Inventories		<u>2.786.444</u>
Trade receivables		2.171.329
Deferred tax		1.000
Other receivables		192.924
Prepayments		112.856
Receivables		<u>2.478.109</u>
Cash		<u>4.056.961</u>
Current assets		<u>9.321.514</u>
Assets		<u>9.369.828</u>

Balance sheet at 30.09.2019

	<u>Notes</u>	<u>2018/19</u> <u>DKK</u>
Contributed capital		100.000
Retained earnings		<u>3.038.729</u>
Equity		<u>3.138.729</u>
Bank loans		66.076
Trade payables		5.261.003
Income tax payable		865.316
Other payables		<u>38.704</u>
Current liabilities other than provisions		<u>6.231.099</u>
Liabilities other than provisions		<u>6.231.099</u>
Equity and liabilities		<u>9.369.828</u>
Unrecognised rental and lease commitments	4	
Contingent liabilities	5	
Assets charged and collateral	6	

JK
2

Statement of changes in equity for 2018/19

	Contributed capital DKK	Retained earnings DKK	Total DKK
Contributed upon formation	100.000	0	100.000
Profit/loss for the year	0	3.038.729	3.038.729
Equity end of year	100.000	3.038.729	3.138.729

21


Notes

	2018/19
	DKK
1. Staff costs	
Wages and salaries	752.559
Pension costs	112.500
Other staff costs	<u>2.000</u>
	<u>867.059</u>

Number of employees at balance sheet date	<u>1</u>
---	----------

Error! Objects cannot be created from editing field codes.

	Other fixtures and fittings, tools and equipment DKK
3. Property, plant and equipment	
Additions	<u>72.472</u>
Cost end of year	<u>72.472</u>
Depreciation for the year	<u>(24.158)</u>
Depreciation and impairment losses end of year	<u>(24.158)</u>
Carrying amount end of year	<u>48.314</u>

4. Unrecognised rental and lease commitments

The Entity has entered into an operating lease with an average of approx 10,611 DKK. The lease has a residual maturity of 22 month with a residual liability of 222,831 DKK.

Furthermore the owner of the company has a demand against the company that amounts to 303,000 DKK as per 30. September 2019. In relation to subsequent events the executive board expect the demand to withdraw.

5. Contingent liabilities

None.

6. Assets charged and collateral

None.

JK 

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.

This is the Entity's first annual report and therefore no comparative figures.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue and external expenses.

Revenue

Revenue from the sale of goods is recognised in the income statement when delivery is made and risk has been passed on 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.

Staff costs

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

Depreciation, amortisation and impairment losses

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

Other financial income

Other financial income comprises exchange gains on securities, payables and transactions in foreign currencies as well as tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise exchange losses on securities, payables and transactions in foreign currencies as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

JK
6

Accounting policies

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.

Balance sheet

Property, plant and equipment

Other fixtures and fittings, tools and equipment 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. For assets held under finance leases, cost is the lower of the asset's fair value and present value of future lease payments.

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	3 years
--	---------

Estimated useful lives and residual values are reassessed annually.

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

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.

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, 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.

26


Accounting policies

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises 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.

Handwritten initials and a signature in blue ink.