

# **Chino Bidco ApS**

**c/o NN07 ApS, Galionsvej 35, 1437 København K**

**Company reg. no. 40 79 02 33**

## **Annual report**

**1 January - 31 December 2021**

The annual report was submitted and approved by the general meeting on the 29 June 2022.

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**Per Sloth Aagaard**  
Chairman of the meeting

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Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

## **Management's statement**

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Today, the board of directors and the managing director have presented the annual report of Chino Bidco ApS for the financial year 1 January - 31 December 2021.

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

We consider the accounting policies appropriate and, in our opinion, the consolidated financial statements and the financial statements provide a fair presentation of the assets, equity and liabilities, and the financial position, consolidated and for the company, respectively, at 31 December 2021, and of the result of the activities, consolidated and of the company, respectively, during the financial year 1 January – 31 December 2021.

We are of the opinion that the management commentary presents a fair account of the issues dealt with.

We recommend that the annual report be approved at the Annual General Meeting.

Copenhagen, 28 June 2022

### **Managing Director**

Anders Rahr

### **Board of directors**

Måns Fabian Månsson

Carl Andreas Nyberg

Gustav Otto Henrik Thott

Theodor Simon Josef Bonnier

Hans Fredrik Davidsson

Anders Cleemann

Tommy Høyrup Holte

## **Independent auditor's report**

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### **To the Shareholders of Chino Bidco ApS**

#### **Opinion**

We have audited the consolidated financial statements and the financial statements of Chino Bidco ApS for the financial year 1 January to 31 December 2021, which comprise a summary of significant accounting policies, income statement, statement of financial position, statement of changes in equity and notes, consolidated and of the company, respectively, as well as consolidated statement of cash flows. The consolidated financial statements and the financial statements have been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the financial statements present a fair view of the assets, equity and liabilities, and financial position, consolidated and of the company, respectively, at 31 December 2021 and of the results of the company's activities, consolidated and of the company, respectively as well as the consolidated cash flows, for the financial year 1 January - 31 December 2021 in accordance with the Danish Financial Statements Act.

#### **Basis for Opinion**

We conducted our audit in accordance with international standards on auditing and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the section "Auditor's responsibilities for the audit of the consolidated financial statements and the financial statements". We are independent of the company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Opinion.

#### **Responsibilities of management and those charged with governance for the consolidated financial statements and the financial statements**

Management is responsible for the preparation of consolidated financial statements and financial statements that provide a fair view in accordance with the Danish Financial Statements Act. Management is also responsible for such internal control as the management determines is necessary to enable the preparation of consolidated financial statements and financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and the financial statements, management is responsible for assessing the group's and the company'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 group or the company or to cease operations, or has no realistic alternative but to do so.

## Independent auditor's report

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### **Auditor's responsibilities for the audit of the consolidated annual accounts and the financial statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements and the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report including an opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with international standards on auditing, 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 consolidated financial statements and financial statements.

As part of an audit conducted in accordance with international standards on auditing, and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements and 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 the 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 group's and the company'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 preparation of the consolidated financial statements and the financial statements using the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists arising from events or conditions that may cast significant doubt on the group's and the company'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 consolidated financial statements and 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 group and the company to cease to continue as a going concern.

## **Independent auditor's report**

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- Evaluate the overall presentation, structure, and contents of the consolidated financial statements and the financial statements, including disclosures in notes, and whether the consolidated financial statements and the financial statements reflect the underlying transactions and events in a manner that presents a fair view.
- Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or the business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

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 the internal control that we identify during our audit.

### **Statement on the Management's Review**

Management is responsible for the Management's Review.

Our opinion on the consolidated financial statements and the financial statements does not cover the management commentary, and we express no assurance opinion thereon.

In connection with our audit of the consolidated financial statements and the financial statements, it is our responsibility to read the management commentary and to consider whether the management commentary is materially inconsistent with the consolidated financial statements or the financial statements or the evidence obtained during the audit, or whether it otherwise appears to contain material misstatement.

Furthermore, it is our responsibility to consider whether the Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we believe that the Management's Review is consistent with the consolidated financial statements and the financial statements and that it has been prepared in accordance with the provisions of the Danish Financial Statement Act. We did not discover any material misstatement in the Management's Review.

Copenhagen, 28 June 2022

### **Grant Thornton**

State Authorised Public Accountants  
Company reg. no. 34 20 99 36

Jacob Helly Juell-Hansen

State Authorised Public Accountant  
mne36169

## Company information

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### **The company**

Chino Bidco ApS  
c/o NN07 ApS  
Galionsvej 35  
1437 København K

Company reg. no. 40 79 02 33

Financial year: 1 January - 31 December

### **Board of directors**

Måns Fabian Månsson  
Carl Andreas Nyberg  
Gustav Otto Henrik Thott  
Theodor Simon Josef Bonnier  
Hans Fredrik Davidsson  
Anders Cleemann  
Tommy Høyrup Holte

### **Managing Director**

Anders Rahr

### **Auditors**

Grant Thornton, Statsautoriseret Revisionspartnerselskab  
Stockholmsgade 45  
2100 København Ø

### **Parent company**

Litorina V Investment AB

### **Subsidiary**

Chino Holding ApS, København K

## Consolidated financial highlights

DKK in thousands.	2021	2020	2019
<b>Income statement:</b>			
Gross profit	56.615	36.555	311
Profit from operating activities	1.672	-16.456	-10.967
Net financials	-8.821	-4.968	-1.456
Net profit or loss for the year	-11.933	-24.186	-13.190
<b>Statement of financial position:</b>			
Balance sheet total	368.399	387.059	418.526
Equity	249.603	263.632	289.307
<b>Cash flows:</b>			
Operating activities	12.177	26.108	1.918
Investing activities	-4.322	-1.941	-308
Financing activities	-12.851	-3.069	-2.954
Total cash flows	-4.996	21.098	-1.344
<b>Employees:</b>			
Average number of full-time employees	30	25	21
<b>Key figures in %:</b>			
Acid test ratio	365,8	316,7	341,2
Solvency ratio	67,8	68,1	69,1

Calculations of key figures and ratios do, in all material respects, follow the recommendations of the Danish Association of Finance Analysts, only in a few respects deviating from the recommendations.

The key figures and ratios shown in the statement of financial highlights have been calculated as follows:

**Acid test ratio** 
$$\frac{\text{Current assets} \times 100}{\text{Short term liabilities other than provisions}}$$

**Solvency ratio** 
$$\frac{\text{Equity, closing balance} \times 100}{\text{Total assets, closing balance}}$$



## Management's review

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### The principal activities of the group

The group's principal activities are design, production and trading with clothing including activities in connection to this.

### Unusual circumstances

There are no unusual circumstances.

### Uncertainties about recognition or measurement

There are no uncertainties about recognition or measurement.

### Development in activities and financial matters

The gross profit for the year totals tDKK 2.056 against tDKK 762 last year. The net profit or loss for the year totals tDKK -3.318 against tDKK 4.512. The equity totals tDKK 284.976 in 2021 against 288.295 in 2020.

The groups gross profit for the year totals tDKK 56.615 against tDKK 36.555 last year. The groups net profit or loss for the year totals tDKK -11.933 against tDKK -24.186 last year. The groups equity totals tDKK 249.603 in 2021 against tDKK 263.632 in 2020.

2021 was a solid year for NN.07, despite starting out slow due to Covid-19. We were able to strengthen our position as a leading menswear brand and gain market share across all our markets. We have made significant investments into our team as well as digitalization and optimization of our value chain. NN.07 did not file for governmental relief relating to Covid-19 in 2021. The year included changes in management and good progress on our ESG priorities. In achieving these results, the main driver was our employees and our partners.

The development is in line with the expectations presented in 2020.

### Special risks

#### *Foreign currency risks*

The group's result, cash flow and equity are influenced by the development in currency due to activities in foreign countries.

### Environmental issues

The group are environmentally conscious and continuously work on reducing the environmental impact of the group's operations.

### Expected developments

We expect to maintain our positive trend and invest further into development in 2022 with continued growth.

### Events occurring after the end of the financial year

No events occurring after the balance sheet date will affect the financial statements for 2021.

## Accounting policies

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The annual report for Chino Bidco ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class C enterprises (medium sized enterprises).

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

### Recognition and measurement in general

Income is recognised in the income statement concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs are recognised in the income statement, including depreciations amortisations, writedowns for impairment, provisions, and reversals due to changes in estimated amounts previously recognised in the income statement.

Assets are recognised in the statement of financial position when it seems probable that future economic benefits will flow to the group and the value of the asset can be reliably measured.

Liabilities are recognised in the statement of financial position when it is seems probable that future economic benefits will flow out of the group and the value of the liability can be reliably measured.

Assets and liabilities are measured at cost at the initial recognition. Hereafter, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost, allowing a constant effective interest rate to be recognised during the useful life of the asset or liability. Amortised cost is recognised as the original cost less any payments, plus/less accrued amortisations of the difference between cost and nominal amount. In this way, capital losses and gains are allocated over the useful life of the liability.

Upon recognition and measurement, allowances are made for such predictable losses and risks which may arise prior to the presentation of the annual report and concern matters that exist on the reporting date.

### Foreign currency translation

Transactions in foreign currency are translated by using the exchange rate prevailing at the date of the transaction. Differences in the rate of exchange arising between the rate at the date of transaction and the rate at the date of payment are recognised in the profit and loss account as an item under net financials. If currency positions are considered to hedge future cash flows, the value adjustments are recognised directly in equity in a fair value reserve.

Receivables, payables, and other foreign currency monetary items are translated using the closing rate. The difference between the closing rate and the rate at the time of the occurrence or initial recognition in the latest financial statements of the receivable or payable is recognised in the income statement under financial income and expenses.

## Accounting policies

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When recognising foreign group enterprises which are integral units, the monetary items are translated using the closing rate. Non-monetary items are translated using the exchange rate prevailing at the time of acquisition or at the time of the subsequent revaluation or writedown for impairment of the asset. Income statement items are translated using the exchange rate prevailing at the date of the transaction. However, items in the income statement derived from non-monetary items are translated using historical prices.

### **The consolidated financial statements**

The consolidated income statements comprise the parent company Chino Bidco ApS and those group enterprises of which Chino Bidco ApS directly or indirectly owns more than 50 % of the voting rights or in other ways exercise control.

Investments in group enterprises are eliminated by the proportionate share of the group enterprises' market value of net assets and liabilities at the acquisition date.

Investments in associates are measured in the statement of financial position at the proportionate share of the enterprises' equity value i calculated in accordance with the parent company's accounting policies and with proportionate elimination of unrealised intercompany gains and losses. In the income statement, the proportional share of the associates' results is recognised after elimination of the proportional share of intercompany gains and losses.

The group activities in joint operations are recognised in the consolidated financial statements record by record.

## Income statement

### **Gross profit**

Gross profit comprises the revenue, changes in inventories of finished goods, and work in progress, work performed for own account and capitalised, other operating income, and external costs.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Recognition of revenue is exclusive of VAT and taxes and less any discounts relating directly to sales.

Cost of sales comprises costs concerning purchase of raw materials and consumables less discounts and changes in inventories.

Other operating income comprises items of a secondary nature as regards the principal activities of the enterprise.

Other external costs comprise costs incurred for distribution, sales, advertising, administration, premises, loss on receivables, and operational leasing costs.

## Accounting policies

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### Staff costs

Staff costs include salaries and wages, including holiday allowances, pensions, and other social security costs, etc., for staff members. Staff costs are less government reimbursements.

### Depreciation, amortisation, and writedown for impairment

Depreciation, amortisation, and writedown for impairment comprise depreciation, amortisation, and writedown for the year and profit and loss on the disposal of intangible and tangible assets.

### Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency.

### Results from equity investments in subsidiaries

Dividend from equity investments in subsidiaries is recognised in the financial year in which the dividend is declared.

### Tax on net profit or loss for the year

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

The parent and the Danish group enterprises are subject to Danish rules on compulsory joint taxation of Danish group enterprises.

The current Danish income tax is allocated among the jointly taxed companies proportional to their respective taxable income (full allocation with reimbursement of tax losses).

## Statement of financial position

### Intangible assets

#### Development projects, patents, and licences

Development costs comprise salaries, wages, and amortisation directly attributable to development activities.

Development costs recognised in the statement of financial position are measured at cost less accrued amortisations and writedowns for impairment.

After completion of the development work, capitalised development costs are amortised on a straight-line basis over the estimated useful economic life. The amortisation period is 10 years.

## Accounting policies

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### Software

Acquired software is measured at cost less accumulated amortisation.

The basis for depreciation are cost, that includes initial cost and expenses directly related to the acquirement until the moment, the asset are ready to be used.

The depreciation period are determined at the time of acquisition date and are re-evaluated annually.

In case of alterations of the depreciation period, the effect of depreciations are recognized as a change of accounting estimates.

Software are depreciated lineary over 5 years.

### Goodwill

Acquired goodwill is measured at cost less accumulated amortisation. Given that it is impossible to make a reliable estimate of the useful life, the amortisation period is set at 10 years.

### Property, plant, and equipment

Property, plant, and equipment are measured at cost less accrued depreciation and writedown for impairment.

The depreciable amount is cost less any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the carrying amount, the depreciation is discontinued.

If the amortisation period or the residual value is changed, the effect on amortisation will, in future, be recognised as a change in the accounting estimates.

The cost comprises acquisition cost and costs directly associated with the acquisition until the time when the asset is ready for use.

Depreciation is done on a straight-line basis according to an assessment of the expected useful life:

	Useful life
Leasehold improvements	3-5 years
Other fixtures and fittings, tools and equipment	3-5 years

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Profit or loss derived from the disposal of property, land, and equipment is measured as the difference between the sales price less selling costs and the carrying amount at the date of disposal. Profit or loss is recognised in the income statement under depreciation.

## **Accounting policies**

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### **Leases**

Leases are regarded as operating leases. Payments in connection with operating leases and other lease agreements are recognised in the income statement for the term of the contract. The group's total liabilities concerning operating leases and lease agreements are recognised under contingencies, etc.

### **Investments**

#### **Equity investments in group enterprises**

Equity investments in group enterprises are measured at cost. If the recoverable amount is lower than the cost, writedown for impairment is done to match this lower value.

### **Inventories**

Inventories are measured at cost according to the FIFO method. In cases when the net realisable value of the inventories is lower than the cost, the latter is written down for impairment to this lower value.

Costs of goods for resale, raw materials, and consumables comprise acquisition costs plus delivery costs.

The net realisable value for inventories is recognised as the market price less costs of completion and selling costs. The net realisable value is determined with due consideration of negotiability, obsolescence, and the development of expected market prices.

### **Receivables**

Receivables are measured at amortised cost, which usually corresponds to nominal value.

### **Prepayments and accrued income**

Prepayments and accrued income recognised under assets comprise incurred costs concerning the following financial year.

### **Cash on hand and demand deposits**

Cash on hand and demand deposits comprise cash at bank and on hand.

### **Income tax and deferred tax**

As administration company, Chino Bidco ApS is liable to the tax authorities for the subsidiaries' corporate income taxes.

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

Joint taxation contributions payable and receivable are recognised in the statement of financial position as "Income tax receivable" or "Income tax payable".

## Accounting policies

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Deferred tax is measured based on the tax rules and tax rates applying under the legislation prevailing in the respective countries on the reporting date when the deferred tax is expected to be released as current tax. Changes in deferred tax due to changed tax rates are recognised in the income statement, except for items included directly in the equity.

Deferred tax assets, including the tax value of tax losses allowed for carryforward, are recognised at the value at which they are expected to be realisable, either by settlement against tax of future earnings or by set-off in deferred tax liabilities within the same legal tax unit. Any deferred net tax assets are measured at net realisable value.

### Liabilities other than provisions

Financial liabilities other than provisions related to borrowings are recognised at the received proceeds less transaction costs incurred. In subsequent periods, the financial liabilities are recognised at amortised cost, corresponding to the capitalised value when using the effective interest rate. The difference between the proceeds and the nominal value is recognised in the income statement during the term of the loan.

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

### Statement of cash flows

The cash flow statement shows the cash flows for the year, divided in cash flows deriving from operating activities, investment activities and financing activities, respectively, the changes in the liabilities, and cash and cash equivalents at the beginning and the end of the year, respectively.

The effect on cash flows derived from the acquisition and sale of enterprises appears separately under cash flows from investment activities. In the statement of cash flows, cash flows derived from acquirees are recognised as of the date of acquisition, and cash flows derived from sold enterprises are recognised until the date of sale.

### Cash flows from operating activities

Cash flows from operating activities are calculated as the group's share of the profit adjusted for non-cash operating items, changes in the working capital, and corporate income tax paid. Dividend income from equity investments are recognised under "Interest income and dividend received".

### Cash flows from investment activities

Cash flows from investment activities comprise payments in connection with the acquisition and sale of enterprises and activities as well as the acquisition and sale of intangible assets, property, plant, and equipment, and investments, respectively.

### Cash flows from financing activities

Cash flows from financing activities include changes in the size or the composition of the group's share capital and costs attached to it, as well as raising loans, repayments of interest-bearing payables and payment of dividend to shareholders.

## **Accounting policies**

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### **Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and in hand with deduction of short term bank debts and short-term securities with a maturity less than 3 months that are readily convertible into cash and which are subject to an insignificant risk of changes in value.



## Income statement 1 January - 31 December

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

Note	Group 2021	2020	Parent 2021	2020
<b>Gross profit</b>	<b>56.615.204</b>	<b>36.555</b>	<b>2.056.386</b>	<b>762</b>
2 Staff costs	-18.992.765	-16.682	-2.740.752	-2.859
Depreciation, amortisation, and impairment	-35.950.709	-36.329	0	0
<b>Operating profit</b>	<b>1.671.730</b>	<b>-16.456</b>	<b>-684.366</b>	<b>-2.097</b>
Other financial income	3.156	5.589	0	27
3 Other financial costs	-8.823.995	-10.557	-3.536.215	-3.285
<b>Pre-tax net profit or loss</b>	<b>-7.149.109</b>	<b>-21.424</b>	<b>-4.220.581</b>	<b>-5.355</b>
4 Tax on net profit or loss for the year	-4.784.072	-2.762	902.424	843
<b>5 Net profit or loss for the year</b>	<b>-11.933.181</b>	<b>-24.186</b>	<b>-3.318.157</b>	<b>-4.512</b>

**Balance sheet at 31 December**

Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

<b>Assets</b>		Group		Parent	
<u>Note</u>		<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
<b>Non-current assets</b>					
6	Completed development projects	3.378.066	0	0	0
7	Software	661.738	714	0	0
8	Goodwill	257.726.711	290.982	0	0
9	Development projects in progress	0	1.085	0	0
	Total intangible assets	<u>261.766.515</u>	<u>292.781</u>	<u>0</u>	<u>0</u>
10	Other fixtures and fittings, tools and equipment	<u>2.836.383</u>	<u>3.781</u>	<u>0</u>	<u>0</u>
	Total property, plant, and equipment	<u>2.836.383</u>	<u>3.781</u>	<u>0</u>	<u>0</u>
11	Equity investments in group enterprises	<u>0</u>	<u>0</u>	<u>330.999.363</u>	<u>330.999</u>
	Total investments	<u>0</u>	<u>0</u>	<u>330.999.363</u>	<u>330.999</u>
	<b>Total non-current assets</b>	<b><u>264.602.898</u></b>	<b><u>296.562</u></b>	<b><u>330.999.363</u></b>	<b><u>330.999</u></b>

**Balance sheet at 31 December**

Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

Note	Group		Parent		
	2021	2020	2021	2020	
<b>Assets</b>					
<b>Current assets</b>					
	Manufactured goods and goods for resale	30.556.345	26.773	0	0
	Total inventories	30.556.345	26.773	0	0
	Trade receivables	36.372.195	28.082	0	0
	Receivables from group enterprises	0	0	5.476.456	1.190
	Tax receivables from group enterprises	0	0	4.889.698	843
	Other receivables	1.566.789	600	6	165
12	Prepayments and accrued income	7.109.002	160	0	0
	Total receivables	45.047.986	28.842	10.366.160	2.198
	Cash on hand and demand deposits	28.191.530	34.882	313.922	1.934
	<b>Total current assets</b>	<b>103.795.861</b>	<b>90.497</b>	<b>10.680.082</b>	<b>4.132</b>
	<b>Total assets</b>	<b>368.398.759</b>	<b>387.059</b>	<b>341.679.445</b>	<b>335.131</b>

**Balance sheet at 31 December**

Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

Note	Group		Parent	
	2021	2020	2021	2020
<b>Equity and liabilities</b>				
<b>Equity</b>				
	100.000	100	100.000	100
	249.502.758	263.532	284.876.195	288.195
	<b>249.602.758</b>	<b>263.632</b>	<b>284.976.195</b>	<b>288.295</b>
<b>Provisions</b>				
13	1.362.238	579	0	0
	<b>1.362.238</b>	<b>579</b>	<b>0</b>	<b>0</b>
<b>Liabilities other than provisions</b>				
	41.454.266	50.189	0	0
14	47.606.448	44.080	47.606.448	44.080
	<b>89.060.714</b>	<b>94.269</b>	<b>47.606.448</b>	<b>44.080</b>

**Balance sheet at 31 December**

Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

**Equity and liabilities**

<u>Note</u>	Group		Parent	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Current portion of long term payables	10.118.930	17.559	0	0
Trade payables	1.250.032	4.906	0	0
Payables to group enterprises	0	0	4.261.854	2.167
Income tax payable	4.764.558	832	3.961.936	0
Other payables	12.239.529	5.282	873.012	589
Total short term liabilities other than provisions	<u>28.373.049</u>	<u>28.579</u>	<u>9.096.802</u>	<u>2.756</u>
<b>Total liabilities other than provisions</b>	<b><u>117.433.763</u></b>	<b><u>122.848</u></b>	<b><u>56.703.250</u></b>	<b><u>46.836</u></b>
<b>Total equity and liabilities</b>	<b><u>368.398.759</u></b>	<b><u>387.059</u></b>	<b><u>341.679.445</u></b>	<b><u>335.131</u></b>

**1 Special items****15 Charges and security****16 Contingencies****17 Related parties**

## Consolidated statement of changes in equity

All amounts in DKK.

	<b>Contributed capital</b>	<b>Retained earnings</b>	<b>Total</b>
Equity 1 January 2021	100.000	263.532.085	263.632.085
Profit or loss for the year brought forward	0	-11.933.181	-11.933.181
Exchange rate adjustment	0	-401.659	-401.659
Other adjustments	0	-1.694.487	-1.694.487
	<b>100.000</b>	<b>249.502.758</b>	<b>249.602.758</b>

## Statement of changes in equity of the parent

All amounts in DKK.

	<b>Contributed capital</b>	<b>Retained earnings</b>	<b>Total</b>
Equity 1 January 2021	100.000	288.194.352	288.294.352
Profit or loss for the year brought forward	0	-3.318.157	-3.318.157
	<b>100.000</b>	<b>284.876.195</b>	<b>284.976.195</b>

## Statement of cash flows 1 January - 31 December

Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

<u>Note</u>	Group <u>2021</u>	<u>2020</u>
Net profit or loss for the year	-11.933.181	-24.185
18 Adjustments	42.749.158	42.569
19 Change in working capital	-12.881.644	17.535
Cash flows from operating activities before net financials	17.934.333	35.919
Interest paid, etc.	-5.757.202	-7.494
Cash flows from ordinary activities	12.177.131	28.425
Income tax paid	0	-2.317
<b>Cash flows from operating activities</b>	<b>12.177.131</b>	<b>26.108</b>
Purchase of intangible assets	-2.912.277	-1.087
Purchase of property, plant, and equipment	-1.409.631	-854
<b>Cash flows from investment activities</b>	<b>-4.321.908</b>	<b>-1.941</b>
Repayments of long-term payables	-12.851.214	-3.069
<b>Cash flows from investment activities</b>	<b>-12.851.214</b>	<b>-3.069</b>
<b>Change in cash and cash equivalents</b>	<b>-4.995.991</b>	<b>21.098</b>
Cash and cash equivalents at 1 January 2021	34.882.010	13.784
Transfer from change in group companies	-1.694.489	0
<b>Cash and cash equivalents at 31 December 2021</b>	<b>28.191.530</b>	<b>34.882</b>
<b>Cash and cash equivalents</b>		
Cash on hand and demand deposits	28.191.530	34.882
<b>Cash and cash equivalents at 31 December 2021</b>	<b>28.191.530</b>	<b>34.882</b>

## Notes

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

### 1. Special items

Special items include significant income and expenses of a special nature relative to the enterprise's ordinary operating activities, such as the cost of extensive structuring of processes and fundamental structural adjustments and any related gains on disposal and losses which, over time, have a significant impact. Special items also include other significant amounts of a nonrecurring nature.

Special items for the year are specified below, indicating where they are recognised in the income statement.

	Group 2021	2020
Income:		
Covid-19, cost compensation	0	2.373
Public payroll compensation	0	985
	<u>0</u>	<u>3.358</u>
Special items are recognised in the following items in the financial statements:		
Gross profit	0	3.358
<b>Profit of special items, net</b>	<b><u>0</u></b>	<b><u>3.358</u></b>

	Group 2021	2020	Parent 2021	2020
<b>2. Staff costs</b>				
Salaries and wages	17.414.171	15.473	2.597.940	2.661
Pension costs	1.272.661	1.126	138.511	193
Other costs for social security	157.643	-216	5.451	5
Other staff costs	148.290	299	-1.150	0
	<b><u>18.992.765</u></b>	<b><u>16.682</u></b>	<b><u>2.740.752</u></b>	<b><u>2.859</u></b>
Executive board and board of directors	<u>2.580.000</u>	<u>2.930</u>	<u>2.814.639</u>	<u>2.639</u>
Average number of employees	<u>30</u>	<u>25</u>	<u>1</u>	<u>1</u>



## Notes

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

	Group 2021	2020	Parent 2021	2020
<b>3. Other financial costs</b>				
Other financial costs	8.823.995	10.557	3.536.215	3.285
	<b>8.823.995</b>	<b>10.557</b>	<b>3.536.215</b>	<b>3.285</b>
<b>4. Tax on net profit or loss for the year</b>				
Tax of the results for the year	3.987.230	2.489	-927.762	-843
Adjustment for the year of deferred tax	783.992	48	0	0
Adjustment of tax for previous years	12.850	225	25.338	0
	<b>4.784.072</b>	<b>2.762</b>	<b>-902.424</b>	<b>-843</b>
<b>5. Proposed appropriation of net profit</b>			Parent 2021	2020
Allocated from retained earnings			-3.318.157	-4.512
<b>Total allocations and transfers</b>			<b>-3.318.157</b>	<b>-4.512</b>
<b>6. Completed development projects</b>			Group 31/12 2021	31/12 2020
Transfers			3.772.782	0
<b>Cost 31 December 2021</b>			<b>3.772.782</b>	<b>0</b>
Amortisation for the year			-394.716	0
<b>Amortisation and writedown 31 December 2021</b>			<b>-394.716</b>	<b>0</b>
<b>Carrying amount, 31 December 2021</b>			<b>3.378.066</b>	<b>0</b>

## Notes

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

	Group	
	31/12 2021	31/12 2020
<b>7. Software</b>		
Cost 1 January 2021	1.260.109	1.260
Additions during the year	224.840	0
<b>Cost 31 December 2021</b>	<b>1.484.949</b>	<b>1.260</b>
Amortisation and writedown 1 January 2021	-546.177	-294
Amortisation for the year	-277.034	-252
<b>Amortisation and writedown 31 December 2021</b>	<b>-823.211</b>	<b>-546</b>
<b>Carrying amount, 31 December 2021</b>	<b>661.738</b>	<b>714</b>
<b>8. Goodwill</b>		
Cost 1 January 2021	332.550.594	332.551
<b>Cost 31 December 2021</b>	<b>332.550.594</b>	<b>332.551</b>
Amortisation and writedown 1 January 2021	-41.568.824	-8.314
Amortisation for the year	-33.255.059	-33.255
<b>Amortisation and writedown 31 December 2021</b>	<b>-74.823.883</b>	<b>-41.569</b>
<b>Carrying amount, 31 December 2021</b>	<b>257.726.711</b>	<b>290.982</b>
<b>9. Development projects in progress</b>		
Cost 1 January 2021	1.085.345	0
Additions during the year	2.687.437	1.085
Transfers	-3.772.782	0
<b>Cost 31 December 2021</b>	<b>0</b>	<b>1.085</b>
<b>Carrying amount, 31 December 2021</b>	<b>0</b>	<b>1.085</b>

## Notes

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

	Group	
	31/12 2021	31/12 2020
<b>10. Other fixtures and fittings, tools and equipment</b>		
Cost 1 January 2021	23.918.425	23.064
Additions during the year	1.409.631	854
Disposals during the year	-330.527	0
<b>Cost 31 December 2021</b>	<b>24.997.529</b>	<b>23.918</b>
Amortisation and writedown 1 January 2021	-20.137.245	-17.128
Depreciation for the year	-2.023.901	-3.009
<b>Amortisation and writedown 31 December 2021</b>	<b>-22.161.146</b>	<b>-20.137</b>
<b>Carrying amount, 31 December 2021</b>	<b>2.836.383</b>	<b>3.781</b>

	Parent	
	31/12 2021	31/12 2020
<b>11. Equity investments in group enterprises</b>		
Acquisition sum, opening balance 1 January 2021	330.999.363	330.999
<b>Carrying amount, 31 December 2021</b>	<b>330.999.363</b>	<b>330.999</b>

### Financial highlights for the enterprises according to the latest approved annual reports

	Equity interest	Equity DKK	Results for the year DKK
Chino Holding ApS, København K	100 %	197.758.527	-961.987
		<b>197.758.527</b>	<b>-961.987</b>

	Group	
	31/12 2021	31/12 2020
<b>12. Prepayments and accrued income</b>		
Other prepayments/deferred income	7.109.002	160
	<b>7.109.002</b>	<b>160</b>

## Notes

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

	Group	
	<u>31/12 2021</u>	<u>31/12 2020</u>
<b>13. Provisions for deferred tax</b>		
Provisions for deferred tax 1 January 2021	578.246	531
Deferred tax of the results for the year	<u>783.992</u>	<u>48</u>
	<b><u>1.362.238</u></b>	<b><u>579</u></b>

	Group		Parent	
	<u>31/12 2021</u>	<u>31/12 2020</u>	<u>31/12 2021</u>	<u>31/12 2020</u>
<b>14. Payables to shareholders and management</b>				
Total payables to shareholders and management	47.606.448	44.080	47.606.448	44.080
Share of amount due within 1 year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total payables to shareholders and management</b>	<b><u>47.606.448</u></b>	<b><u>44.080</u></b>	<b><u>47.606.448</u></b>	<b><u>44.080</u></b>
Share of liabilities due after 5 years	<u>47.606.448</u>	<u>0</u>	<u>47.606.448</u>	<u>0</u>

### 15. Charges and security

For bank loans of tDKK 57.725, Chino Holding ApS has provided security in company assets representing a value of tDKK 267.052. This security comprises the assets below, stating the carrying amounts:

Equity investments in group enterprises (NN.07 ApS): tDKK 267.052

Chino Holding ApS has provided guarantee of payment in place of NN.07 ApS as security for the company's debt to the bank.

Furthermore the subsidiary has provided security in company assets representing a value of tDKK 4.000. This security comprises the asset below, stating the carrying amounts:

	DKK in thousands
Inventories	<u>30.557</u>
Trade receivables	21.862

## Notes

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

### 15. Charges and security (continued)

### 16. Contingencies

#### Contingent liabilities

##### Lease liabilities

The group has a rent commitment totalling tDKK 2.509. The notice period for termination of tenancies are 3-6 months.

The group has granted a bank guarantee expiring january 2023 concerning rental deposits totalling tDKK 1.085.

#### Joint taxation

The company acts as administration company for the group of companies subject to the Danish scheme of joint taxation and is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, to pay the total corporation tax.

### 17. Related parties

#### Controlling interest

Litorina V Investment AB, Sveavägen 9, 111 57 Stockholm, Sverige      Majority shareholder

All transactions between related parties has been in accordance with the arm's length principle.

## Notes

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Amounts concerning 2021: DKK.

Amounts concerning 2020: DKK thousand.

	Group 2021	2020
	<u>                    </u>	<u>                    </u>
<b>18. Adjustments</b>		
Depreciation, amortisation, and impairment	35.950.709	36.329
Other financial income	-4.144.485	-5.589
Other financial costs	5.757.203	10.557
Tax on net profit or loss for the year	4.000.080	2.714
Deferred tax	783.992	48
Other adjustments	401.659	-1.490
	<u><b>42.749.158</b></u>	<u><b>42.569</b></u>
<b>19. Change in working capital</b>		
Change in inventories	-3.783.767	4.980
Change in receivables	-16.206.080	13.010
Change in trade payables and other payables	7.436.587	-455
Other changes in working capital	-328.384	0
	<u><b>-12.881.644</b></u>	<u><b>17.535</b></u>