

# **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 2020**

The annual report was submitted and approved by the general meeting on the 19 July 2021.

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**Ulrik Jürgensen**  
Chairman of the meeting

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Notes to users of the English version of this document:

- This document is a translation of a Danish version of the document. In the event of any dispute regarding the interpretation of any part of the document, the Danish version of the document shall prevail.
- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points remain unchanged from Danish version of the document. This means that DKK 146.940 corresponds to the English amount of DKK 146,940, and that 23,5 % corresponds to 23.5 %.

## **Management's report**

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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 2020.

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 2020, and of the result of the activities, consolidated and of the company, respectively, during the financial year 1 January – 31 December 2020.

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 by the general meeting.

Copenhagen, 19 July 2021

### **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

## **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 2020, which comprise accounting policies, income statement, statement of financial position, statement of changes in equity and notes, consolidated and of the company, respectively and 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 2020 and of the results of the company's activities, consolidated and of the company, respectively and of consolidated cash flows, for the financial year 1 January - 31 December 2020 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 international ethical requirements for auditors (IESBA's Code of Ethics), 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.

#### **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 commentary**

Management is responsible for the management commentary.

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 commentary provides the information required under the Danish Financial Statements Act.

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

Copenhagen, 19 July 2021

### **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

### **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

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DKK in thousands.	<u>2020</u>	<u>2019</u>
<b>Income statement:</b>		
Gross profit	36.555	311
Profit from operating activities	-16.456	-10.967
Net financials	-4.968	-1.456
Net profit or loss for the year	-24.185	-13.190
<b>Statement of financial position:</b>		
Balance sheet total	387.059	418.526
Equity	263.632	289.307
<b>Cash flows:</b>		
Operating activities	26.106	1.918
Investing activities	-1.939	-308
Financing activities	-3.069	-2.954
Total cash flows	21.098	-1.344
<b>Employees:</b>		
Average number of full-time employees	25	21
<b>Key figures in %:</b>		
Acid test ratio	316,6	341,2
Solvency ratio	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 commentary**

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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 762 against tDKK -8.399 last year. Income or loss from ordinary activities after tax totals tDKK -4.512 against tDKK -9.963 last year. Management considers the net profit or loss for the year satisfactory.

### **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 environmen conscious and continuously work on reducing the environmental impact of the group's operations.

### **Expected developments**

2020 was a challenging year due to the outbreak of Covid-19. We have a positive outlook for 2021 and expect growth and further development.

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

No events occuring after the balance sheet date will affect the financial statements for 2020.

## 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 annual report is presented in DKK. The annual report comprises the first financial year and hence comparative figures are not available.

### 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, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

### Results from equity investments in group enterprises

Dividend from equity investments in group enterprises 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 usually 10 years.

## Accounting policies

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### Software

Acquired goodwill is measured at cost less accumulated amortisation.

The basis for depreciation are cost, that includes initial cost and expenses directly related to the acquirement untill 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 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 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.

### **Equity**

#### **Share premium**

Share premium comprises premium payments made in connection with the issue of shares. Costs incurred for carrying through an issue are deducted from the premium.

The premium reserve can be used for dividend, for issuing bonus shares, and for covering losses.

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

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

## Accounting policies

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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".

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".

## **Accounting policies**

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### **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.

### **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

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Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

Note	Group		Parent	
	1/1 - 31/12 2020	16/9 - 31/12 2019	1/1 - 31/12 2020	16/9 - 31/12 2019
	<b>36.555.030</b>	<b>311</b>	<b>762.069</b>	<b>-8.399</b>
<b>Gross profit</b>				
2 Staff costs	-16.682.224	-2.190	-2.859.030	-671
Depreciation, amortisation, and impairment	-36.328.685	-9.088	0	0
<b>Operating profit</b>	<b>-16.455.879</b>	<b>-10.967</b>	<b>-2.096.961</b>	<b>-9.070</b>
Other financial income	5.589.334	1.967	27.069	0
3 Other financial costs	-10.556.895	-3.423	-3.285.636	-809
<b>Pre-tax net profit or loss</b>	<b>-21.423.440</b>	<b>-12.423</b>	<b>-5.355.528</b>	<b>-9.879</b>
4 Tax on net profit or loss for the year	-2.761.302	-767	843.238	186
<b>5 Net profit or loss for the year</b>	<b>-24.184.742</b>	<b>-13.190</b>	<b>-4.512.290</b>	<b>-9.693</b>

## Statement of financial position at 31 December

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

Note	Group		Parent		
	2020	2019	2020	2019	
<b>Assets</b>					
<b>Non-current assets</b>					
6	Software	713.932	966	0	0
7	Goodwill	290.981.770	324.237	0	0
8	Development projects in progress and prepayments for intangible assets	1.085.345	0	0	0
	Total intangible assets	292.781.047	325.203	0	0
9	Other fixtures and fittings, tools and equipment	3.781.180	5.936	0	0
	Total property, plant, and equipment	3.781.180	5.936	0	0
10	Equity investments in group enterprises	0	0	330.999.363	330.999
	Total investments	0	0	330.999.363	330.999
	<b>Total non-current assets</b>	<b>296.562.227</b>	<b>331.139</b>	<b>330.999.363</b>	<b>330.999</b>

## Statement of financial position at 31 December

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

Note	Group		Parent		
	2020	2019	2020	2019	
<b>Assets</b>					
<b>Current assets</b>					
	Manufactured goods and goods for resale	26.772.578	31.752	0	0
	Total inventories	26.772.578	31.752	0	0
	Trade receivables	28.082.023	36.352	0	0
	Receivables from group enterprises	0	0	1.189.569	938
	Tax receivables from group enterprises	0	0	843.238	186
	Other receivables	599.526	2.483	165.092	316
11	Prepayments and accrued income	160.358	3.016	0	0
	Total receivables	28.841.907	41.851	2.197.899	1.440
	Cash on hand and demand deposits	34.882.010	13.784	1.934.499	2.918
	<b>Total current assets</b>	<b>90.496.495</b>	<b>87.387</b>	<b>4.132.398</b>	<b>4.358</b>
	<b>Total assets</b>	<b>387.058.722</b>	<b>418.526</b>	<b>335.131.761</b>	<b>335.357</b>

## Statement of financial position at 31 December

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

Note	Group		Parent	
	2020	2019	2020	2019
<b>Equity and liabilities</b>				
<b>Equity</b>				
Contributed capital	100.000	100	100.000	100
Share premium	302.400.000	302.400	302.400.000	302.400
Retained earnings	-38.867.915	-13.193	-14.205.648	-9.693
<b>Total equity</b>	<b>263.632.085</b>	<b>289.307</b>	<b>288.294.352</b>	<b>292.807</b>
<b>Provisions</b>				
Provisions for deferred tax	578.246	531	0	0
<b>Total provisions</b>	<b>578.246</b>	<b>531</b>	<b>0</b>	<b>0</b>
<b>Liabilities other than provisions</b>				
Bank loans	50.188.738	62.271	0	0
Payables to shareholders and management	44.080.044	40.807	44.080.044	40.807
Total long term liabilities other than provisions	94.268.782	103.078	44.080.044	40.807

**Statement of financial position at 31 December**

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

<u>Note</u>	<b>Equity and liabilities</b>			
	Group 2020	2019	Parent 2020	2019
Current portion of long term payables	17.559.320	11.820	0	0
Trade payables	4.905.909	3.175	0	1.480
Payables to group enterprises	0	0	2.167.044	0
Income tax payable	832.411	3.150	0	0
Other payables	5.281.969	7.465	590.321	263
Total short term liabilities other than provisions	<u>28.579.609</u>	<u>25.610</u>	<u>2.757.365</u>	<u>1.743</u>
<b>Total liabilities other than provisions</b>	<b><u>122.848.391</u></b>	<b><u>128.688</u></b>	<b><u>46.837.409</u></b>	<b><u>42.550</u></b>
<b>Total equity and liabilities</b>	<b><u>387.058.722</u></b>	<b><u>418.526</u></b>	<b><u>335.131.761</u></b>	<b><u>335.357</u></b>

**1 Special items****12 Charges and security****13 Contingencies****14 Financial risks****15 Related parties**

**Consolidated statement of changes in equity**

All amounts in DKK.

	<b>Contributed capital</b>	<b>Share premium</b>	<b>Retained earnings</b>	<b>Non- controlling interests</b>	<b>Total</b>
Equity 1 January 2020	100.000	302.400.000	-13.192.862	0	289.307.138
Profit or loss for the year brought forward	0	0	-24.184.743	0	-24.184.743
Exchange rate adjustment	0	0	-1.490.310	0	-1.490.310
	<b>100.000</b>	<b>302.400.000</b>	<b>-38.867.915</b>	<b>0</b>	<b>263.632.085</b>

**Statement of changes in equity of the parent**

All amounts in DKK.

	<b>Contributed capital</b>	<b>Share premium</b>	<b>Retained earnings</b>	<b>Total</b>
Equity 1 January 2020	100.000	302.400.000	-9.693.358	292.806.642
Profit or loss for the year brought forward	0	0	-4.512.290	-4.512.290
	<b>100.000</b>	<b>302.400.000</b>	<b>-14.205.648</b>	<b>288.294.352</b>

## Statement of cash flows

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

Note	Group	
	1/1 - 31/12 2020	16/9 - 31/12 2019
Net profit or loss for the year	-24.184.742	-13.190
16 Adjustments	42.567.239	12.052
17 Change in working capital	17.534.317	3.010
Cash flows from operating activities before net financials	35.916.814	1.872
Interest received, etc.	0	1.967
Interest paid, etc.	-7.493.842	-3.428
Cash flows from ordinary activities	28.422.972	411
Income tax paid	-2.317.111	1.507
<b>Cash flows from operating activities</b>	<b>26.105.861</b>	<b>1.918</b>
Purchase of intangible assets	-1.085.345	-35
Purchase of property, plant, and equipment	-853.988	0
Sale of property, plant, and equipment	0	-273
<b>Cash flows from investment activities</b>	<b>-1.939.333</b>	<b>-308</b>
Repayments of long-term payables	-3.068.690	-2.954
<b>Cash flows from investment activities</b>	<b>-3.068.690</b>	<b>-2.954</b>
<b>Change in cash and cash equivalents</b>	<b>21.097.838</b>	<b>-1.344</b>
Cash and cash equivalents at 1 January 2020	13.784.172	15.128
<b>Cash and cash equivalents at 31 December 2020</b>	<b>34.882.010</b>	<b>13.784</b>
<b>Cash and cash equivalents</b>		
Cash on hand and demand deposits	34.882.010	13.784
<b>Cash and cash equivalents at 31 December 2020</b>	<b>34.882.010</b>	<b>13.784</b>

## Notes

Amounts concerning 2020: DKK.

Amounts concerning 2019: 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.

Income:

Covid-19, cost compensation	2.372.640	0
Public payroll compensation	984.509	0
	<u>3.357.149</u>	<u>0</u>

Special items are recognised in the following items in the financial statements:

Gross profit	3.357.149	0
<b>Profit of special items, net</b>	<b><u>3.357.149</u></b>	<b><u>0</u></b>

	Group		Parent	
	1/1 - 31/12 2020	16/9 - 31/12 2019	1/1 - 31/12 2020	16/9 - 31/12 2019
<b>2. Staff costs</b>				
Salaries and wages	15.473.188	1.597	2.661.400	619
Pension costs	1.126.282	250	192.571	51
Other costs for social security	-216.370	18	5.059	1
Other staff costs	299.124	325	0	0
	<u>16.682.224</u>	<u>2.190</u>	<u>2.859.030</u>	<u>671</u>
Executive board and board of directors	2.930.199	1.627	2.638.657	617
Average number of employees	<u>25</u>	<u>21</u>	<u>1</u>	<u>1</u>



## Notes

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Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

	Group		Parent	
	1/1 - 31/12 2020	16/9 - 31/12 2019	1/1 - 31/12 2020	16/9 - 31/12 2019
<b>3. Other financial costs</b>				
Other financial costs	10.556.895	3.423	3.285.636	809
	<b>10.556.895</b>	<b>3.423</b>	<b>3.285.636</b>	<b>809</b>

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

Tax of the results for the year, parent company	2.488.584	514	-843.238	-186
Adjustment for the year of deferred tax	47.636	253	0	0
Adjustment of tax for previous years	225.082	0	0	0
	<b>2.761.302</b>	<b>767</b>	<b>-843.238</b>	<b>-186</b>

	Parent	
	1/1 - 31/12 2020	16/9 - 31/12 2019
<b>5. Proposed appropriation of net profit</b>		
Allocated from retained earnings	-4.512.290	-9.693
<b>Total allocations and transfers</b>	<b>-4.512.290</b>	<b>-9.693</b>

## Notes

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Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

	Group	
	31/12 2020	31/12 2019
<b>6. Software</b>		
Cost 1 January 2020	1.020.366	0
Additions during the year	<u>0</u>	<u>1.020</u>
<b>Cost 31 December 2020</b>	<b><u>1.020.366</u></b>	<b><u>1.020</u></b>
Amortisation and writedown 1 January 2020	-54.412	0
Amortisation for the year	<u>-252.022</u>	<u>-54</u>
<b>Amortisation and writedown 31 December 2020</b>	<b><u>-306.434</u></b>	<b><u>-54</u></b>
<b>Carrying amount, 31 December 2020</b>	<b><u>713.932</u></b>	<b><u>966</u></b>
<b>7. Goodwill</b>		
Cost 1 January 2020	332.550.594	0
Additions during the year	<u>0</u>	<u>332.551</u>
<b>Cost 31 December 2020</b>	<b><u>332.550.594</u></b>	<b><u>332.551</u></b>
Amortisation and writedown 1 January 2020	-8.313.765	0
Amortisation for the year	<u>-33.255.059</u>	<u>-8.314</u>
<b>Amortisation and writedown 31 December 2020</b>	<b><u>-41.568.824</u></b>	<b><u>-8.314</u></b>
<b>Carrying amount, 31 December 2020</b>	<b><u>290.981.770</u></b>	<b><u>324.237</u></b>
<b>8. Development projects in progress and prepayments for intangible assets</b>		
Additions during the year	<u>1.085.345</u>	<u>0</u>
<b>Cost 31 December 2020</b>	<b><u>1.085.345</u></b>	<b><u>0</u></b>
<b>Carrying amount, 31 December 2020</b>	<b><u>1.085.345</u></b>	<b><u>0</u></b>

## Notes

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

	Group	
	31/12 2020	31/12 2019
<b>9. Other fixtures and fittings, tools and equipment</b>		
Cost 1 January 2020	6.655.460	0
Additions during the year	853.988	6.655
<b>Cost 31 December 2020</b>	<b>7.509.448</b>	<b>6.655</b>
Amortisation and writedown 1 January 2020	-719.277	0
Depreciation for the year	-3.008.991	-719
<b>Amortisation and writedown 31 December 2020</b>	<b>-3.728.268</b>	<b>-719</b>
<b>Carrying amount, 31 December 2020</b>	<b>3.781.180</b>	<b>5.936</b>

	Parent	
	31/12 2020	31/12 2019
<b>10. Equity investments in group enterprises</b>		
Acquisition sum, opening balance 1 January 2020	330.999.363	0
Additions during the year	0	330.999
<b>Cost 31 December 2020</b>	<b>330.999.363</b>	<b>330.999</b>
<b>Carrying amount, 31 December 2020</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 %	198.720.513	-1.601.661
		<b>198.720.513</b>	<b>-1.601.661</b>

	Group	
	31/12 2020	31/12 2019
<b>11. Prepayments and accrued income</b>		
Other prepayments/deferred income	160.358	3.016
	<b>160.358</b>	<b>3.016</b>

## Notes

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Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

### 12. Charges and security

For bank loans of tDKK 67.748, 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
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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	25.938
Trade receivables	22.802

### 13. Contingencies

#### Contingent liabilities

Lease liabilities

The group has a rent commitment totalling tDKK 1.931.

The Group has granted a bank guarantee expiring january 2022 concerning rental deposits totalling tDKK 1.024.

#### 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.

## Notes

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Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

### 14. Financial risks

#### Exchange rate risks

For the purpose of hedging future purchased supplies in USD, NOK and SEK, the company has entered into forward exchange contracts totalling tDKK 7.460. Compared to the forward price at the reporting date, the contracts have a negative value of approximately tDKK 240. The negative value is recognised under other payables.

### 15. 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.

### 16. Adjustments

Depreciation, amortisation, and impairment	36.328.686	8.457
Other financial income	-5.589.334	-1.967
Other financial costs	10.556.895	3.424
Tax on net profit or loss for the year	2.713.666	1.924
Deferred tax	47.636	214
Other adjustments	-1.490.310	0
	<u>42.567.239</u>	<u>12.052</u>

### 17. Change in working capital

Change in inventories	4.979.719	3.424
Change in receivables	13.009.511	155
Change in trade payables and other payables	-454.913	-1.721
Other changes in working capital	0	1.152
	<u>17.534.317</u>	<u>3.010</u>