

IM DENMARK APS
Ny Østergade 34
1101 København K

Annual report for 2023

Adopted at the annual general meeting on
21 June 2024



Marion Noelle Daniele Marie
chairman

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STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The executive board has today discussed and approved the annual report of IM Denmark ApS for the financial year 1 January - 31 December 2023.

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

In our opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2023 and of the results of the company's operations for the financial year 1 January - 31 December 2023.

In our opinion, management's review includes a fair review of the matters dealt with in the management's review.

The financial statements have not been audited. Management considers the criteria for not auditing the financial statements to be met.

Management recommends that the annual report should be approved by the company in general meeting.

Copenhagen, 21 June 2024

Executive board

Marion Noelle Daniele Marie
Director



Anouck Marie Duranteau-Loeper
director



Sophie Marie Françoise Duruflé
director



AUDITOR'S REPORT ON COMPILATION OF THE FINANCIAL STATEMENTS

To the kapitalejeren of IM Denmark ApS

We have compiled the financial statements of IM Denmark ApS for the financial year 1 January - 31 December 2023 based on the company's bookkeeping records and other information made available by company.

The financial statements comprises a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes.

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the company in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and International Ethics Standards Boards for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, including principles relating to integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are the company's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by company for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 21 June 2024

MAZARS

Statsautoriseret Revisionspartnerselskab
CVR no. 31 06 17 41

Nicklas Rasmussen
Statsautoriseret revisor
MNE no. mne43474

COMPANY DETAILS

The company

IM Denmark ApS
Ny Østergade 34
1101 København K

CVR no.: 41 45 51 01

Reporting period: 1 January - 31 December 2023

Domicile: Copenhagen

Executive board

Marion Noelle Daniele Marie, director
Anouck Marie Duranteau-Loeper, director
Sophie Marie Françoise Duruflé, director

MANAGEMENT'S REVIEW

Business review

The purpose of the company is to trade and sell Isabel Marant products in Denmark as well as natural related business.

Financial review

The company's income statement for the year ended 31. december 2023 shows a loss of DKK 2.085.481, and the balance sheet at 31 December 2023 shows equity of DKK 145.300.

Significant events occurring after the end of the financial year

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

ANVENDT REGNSKABSPRAKSIS

The annual report of IM Denmark ApS for 2023 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied are consistent with those of last year.

The annual report for 2023 is presented in DKK

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the company and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue, changes in inventories of finished goods and work in progress and other operating income less costs of raw materials and consumables and other external expenses.

Revenue

Income from the sale of finished goods is recognised in the income statement, provided that the transfer of risk, usually on delivery to the buyer, has taken place and that the income can be measured reliably and is expected to be received.

Raw materials and consumables

Costs of raw materials and consumables include the raw materials and consumables used in generating the year's revenue.

ANVENDT REGNSKABSPRAKSIS

Other external expenses

Other external expenses include expenses related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Depreciation

Depreciation comprise the year's depreciation of intangible assets and property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that relate to the financial year. Net financials include interest income and expenses, financial expenses relating to realised and unrealised capital/exchange gains and losses on liabilities and foreign currency transactions and surcharges and allowances under the Danish Tax Prepayment Scheme, etc.

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Balance sheet

Intangible assets

Goodwill

Acquired goodwill is measured at cost less accumulated amortisation and impairment losses.

Goodwill is amortised over the expected economic life of the asset, measured by reference to management's experience in the individual business segments. Goodwill is amortised on a straight-line basis over the amortisation period, which is 7 years.

Tangible assets

Items of plant and machinery and fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

The depreciable amount is cost less the expected residual value at the end of the useful life.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use. The cost of self-constructed assets comprises direct and indirect costs of materials, components, sub-suppliers and wages.

Straight-line depreciation is provided on the basis of the following estimated useful lives of the assets:

	Useful life	Residual value
Andre anlæg, driftsmateriel og inventar	3-5 years	0 %
Indretning af lejede lokaler	5 years	0 %

ANVENDT REGNSKABSPRAKSIS

Gains and losses from the disposal of property, plant and equipment are recognised in the income statement as other operating income or other operating expenses, respectively

Impairment of fixed assets

The carrying amount of intangible assets, plant and equipment is tested annually for impairment, other than what is reflected through normal amortisation and depreciation.

Stocks

Stocks are measured at cost using the FIFO method. Where the net realisable value is lower than the cost, inventories are recognised at this lower value.

Receivables

Receivables are measured at amortised cost.

Prepayments

Prepayments recognised under 'Current assets' comprises expenses incurred concerning subsequent financial years.

Equity

Dividends

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively. Deferred tax is measured at net realisable value.

Deferred tax is measured according to the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax adjustments resulting from changes in tax rates are recognised in the income statement, with the exception of items taken directly to equity.

Deferred tax assets, including the tax base of tax losses allowed for carry forward, are measured at the value to which the asset is expected to be realised, either as a set-off against tax on future income or as a set-off against deferred tax liabilities within the same legal tax entity. Any deferred net tax assets are measured at net realisable value.

Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Prepayments

Prepayments recognised under 'Current liabilities' comprises payments received concerning gift cards and store credits.

ANVENDT REGNSKABSPRAKSIS

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses. If foreign currency instruments are considered cash flow hedges, any unrealised value adjustments are taken directly to a fair value reserve under 'Equity'.

RESULTATOPGØRELSE 1. JANUAR - 31. DECEMBER

	Note	2023 DKK	2022 DKK
Gross profit		-128.164	588.269
Staff costs	1	-1.397.332	-1.175.089
Depreciation of intangible assets and property, plant and equipment		-475.244	-480.730
Profit/loss before net financials		-2.000.740	-1.067.550
Financial income		18.101	92
Financial costs	2	-102.842	-83.323
Profit/loss before tax		-2.085.481	-1.150.781
Tax on profit/loss for the year		0	0
Profit/loss for the year		-2.085.481	-1.150.781
Retained earnings		-2.085.481	-1.150.781
		-2.085.481	-1.150.781

BALANCE 31. DECEMBER

	Note	2023	2022
		DKK	DKK
ASSETS			
Goodwill		221.254	278.182
Intangible assets		221.254	278.182
Other fixtures and fittings, tools and equipment		424.279	680.251
Leasehold improvements		144.211	208.992
Tangible assets		568.490	889.243
Deposits		416.386	416.386
Fixed asset investments		416.386	416.386
Total non-current assets		1.206.130	1.583.811
Finished goods and goods for resale		2.316.153	2.696.757
Stocks		2.316.153	2.696.757
Other receivables		113.070	514.673
Prepayments		88.353	9.080
Receivables		201.423	523.753
Cash at bank and in hand		2.249.437	2.421.504
Total current assets		4.767.013	5.642.014
Total assets		5.973.143	7.225.825

BALANCE 31. DECEMBER

	<u>Note</u>	<u>2023</u>	<u>2022</u>
		DKK	DKK
EQUITY AND LIABILITIES			
Share capital		40.000	40.000
Retained earnings		105.300	103.941
Equity		145.300	143.941
Prepayments received from customers		100.827	110.529
Trade payables		47.337	170.367
Payables to group entities		5.443.614	6.215.051
Other payables		236.065	585.937
Total current liabilities		5.827.843	7.081.884
Total liabilities		5.827.843	7.081.884
Total equity and liabilities		5.973.143	7.225.825

STATEMENT OF CHANGES IN EQUITY

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity	40.000	103.941	143.941
Net profit/loss for the year	0	-2.085.481	-2.085.481
Contribution from group	0	2.086.840	2.086.840
Equity	<u>40.000</u>	<u>105.300</u>	<u>145.300</u>

NOTES

	<u>2023</u>	<u>2022</u>
	DKK	DKK
1 STAFF COSTS		
Wages and salaries	1.365.945	1.149.008
Other social security costs	<u>31.387</u>	<u>26.081</u>
	<u>1.397.332</u>	<u>1.175.089</u>
Number of fulltime employees on average	<u>4</u>	<u>3</u>
2 FINANCIAL COSTS		
Financial expenses, group entities	62.976	58.708
Other financial costs	9.214	17.923
Exchange loss	<u>30.652</u>	<u>6.692</u>
	<u>102.842</u>	<u>83.323</u>

3 CONTINGENT LIABILITIES

Other contingent liabilities not recognised in balance sheet

The company has entered into a contract for the rental of premises. The annual rent for premises amount to DKK thousand 780. The lease can be terminated with 6 months.

4 RELATED PARTIES AND OWNERSHIP STRUCTURE

Consolidated financial statements

The company is reflected in the group report of the parent company IM Production SAS

The group report of IM Production SAS can be obtained at the following address:

IM Production SAS
50 rue Croix Petits Champs
75001 Paris