

Copenhagen Puzzle Company ApS

**Niels W. Gades Gade 4
2100 København Ø**

CVR no. 42 22 13 84

**Annual report for 2021/22
(1st Financial year)**

Adopted at the annual general meeting on 27 February 2023

Kirsten Noelle Silva Bruus
chairman

Table of contents

	Page
Statements	
Statement by management on the annual report	1
Auditor's report on compilation of the financial statements	2
Management's review	
Company details	3
Management's review	4
Financial statements	
Accounting policies	5
Income statement 2 March 2021 - 31 August 2022	9
Balance sheet at 31 August 2022	10
Statement of changes in equity	12
Notes	13

Statement by management on the annual report

The executive board has today discussed and approved the annual report of Copenhagen Puzzle Company ApS for the financial year 2 March 2021 - 31 August 2022.

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

In my opinion, the financial statements give a true and fair view of the company's financial position at 31 August 2022 and of the results of the company's operations for the financial year 2 March 2021 - 31 August 2022.

In my 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.

København Ø, 27 February 2023

Executive board

Kirsten Noelle Silva Bruus
Director

Auditor's report on compilation of the financial statements

To the shareholder of Copenhagen Puzzle Company ApS

We have compiled the financial statements of Copenhagen Puzzle Company ApS for the financial year 2 March 2021 - 31 August 2022 based on the company's bookkeeping records and other information made available by enterprise.

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 enterprise 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 with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), 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 enterprise'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 enterprise 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.

Tilst, 27 February 2023

Lineo
Statsautoriseret Revisionsanpartsselskab
CVR no. 41 55 22 04

Henrik Rummenhoff
Statsautoriseret revisor
MNE no. mne34546

Company details

The company

Copenhagen Puzzle Company ApS
Niels W. Gades Gade 4
2100 København Ø

CVR no.: 42 22 13 84

Reporting period: 2 March 2021 - 31 August 2022

Incorporated: 2 March 2021

Financial year: 1st financial year

Domicile: Copenhagen

Executive board

Kirsten Noelle Silva Bruus, director

Auditors

Lineo
Statsautoriseret Revisionsanpartsselskab
Langhøjvej 1
8381 Tilst

Management's review

Business review

The company's purpose is the producing and selling of specialized laser cut wood for puzzles.

Financial review

The company's income statement for the year ended 31 August 2022 shows a loss of DKK 41.409, and the balance sheet at 31 August 2022 shows negative equity of DKK 1.409.

The company has lost its equity at 31 December 2022. The management expects to reestablish the equity in the coming financial years.

Accounting policies

The annual report of Copenhagen Puzzle Company ApS for 2021/22 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B and the Accounting Standard on small enterprises.

The annual report for 2021/22 is presented in DKK

As 2021/22 is the company's first reporting period, no comparatives have been presented.

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.

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 and changes in inventories of finished goods and work in progress less costs of raw materials and consumables and other external expenses.

Revenue

Income from the sale of goods for resale and 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.

Revenue is measured at the fair value of the agreed consideration, excluding VAT and other indirect taxes. Revenue is net of all types of discounts granted.

Accounting policies

Income from services, comprising service contracts and extended warranties relating to products and contracts sold is recognised on a straight-line basis as the services are provided.

Raw materials and consumables

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

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.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise the year's amortisation, depreciation and impairment 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.

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

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.

Accounting policies

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

	Useful life	Residual value
Other fixtures and fittings, tools and equipment	5 years	0 %

Assets costing less than DKK 31.000 are expensed in the year of acquisition.

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.

The cost of goods for resale, raw materials and consumables comprises the purchase price plus delivery costs.

The cost of finished goods and work in progress includes the cost of raw materials, consumables, direct cost of labour and production/production overheads.

The net realisable value of stocks is calculated as the expected selling price less direct costs of completion and expenses incurred to effect the sale. The net realisable value is determined taking into account marketability, obsolescence and expected selling price movements.

Receivables

Receivables are measured at amortised cost.

Cash and cash equivalents

Cash and cash equivalents comprise deposits at banks.

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.

Accounting policies

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.

Income statement 2 March 2021 - 31 August 2022

	<u>Note</u>	<u>2021/22</u> DKK
Gross profit		64.860
Staff costs	1	<u>-90.895</u>
Profit/loss before amortisation/depreciation and impairment losses		-26.035
Depreciation, amortisation and impairment of intangible assets and property, plant and equipment		<u>-26.762</u>
Profit/loss before net financials		-52.797
Financial costs		<u>-132</u>
Profit/loss before tax		-52.929
Tax on profit/loss for the year		<u>11.520</u>
Profit/loss for the year		<u>-41.409</u>
Retained earnings		<u>-41.409</u>
		<u>-41.409</u>

Balance sheet at 31 August 2022

	<u>Note</u>	<u>2021/22</u> DKK
Assets		
Other fixtures and fittings, tools and equipment		<u>143.924</u>
Tangible assets		<u>143.924</u>
Total non-current assets		<u>143.924</u>
Raw materials and consumables		30.000
Finished goods and goods for resale		<u>133.256</u>
Stocks		<u>163.256</u>
Other receivables		9.890
Deferred tax asset		<u>11.520</u>
Receivables		<u>21.410</u>
Cash at bank and in hand		<u>17.129</u>
Total current assets		<u>201.795</u>
Total assets		<u><u>345.719</u></u>

Balance sheet at 31 August 2022

	<u>Note</u>	<u>2021/22</u> DKK
Equity and liabilities		
Share capital		40.000
Retained earnings		<u>-41.409</u>
Equity		<u>-1.409</u>
Payables to shareholders and management		338.964
Other payables		<u>8.164</u>
Total current liabilities		<u>347.128</u>
Total liabilities		<u>347.128</u>
Total equity and liabilities		<u><u>345.719</u></u>

Statement of changes in equity

	<u>Share capital</u>	<u>Retained ear- nings</u>	<u>Total</u>
Equity at 2 March 2021	40.000	0	40.000
Net profit/loss for the year	0	-41.409	-41.409
Equity at 31 August 2022	<u>40.000</u>	<u>-41.409</u>	<u>-1.409</u>

Notes

	<u>2021/22</u> DKK
1 Staff costs	
Wages and salaries	85.872
Other social security costs	3.124
Other staff costs	<u>1.899</u>
	<u>90.895</u>
Average number of employees	<u>1</u>

2 Uncertainty about the continued operation (going concern)

The company has lost it's equity at 31 December 2022. The management expects to re-establish the equity in the coming financial years.