



# Footbalance System Denmark ApS

C/O Redmark Dirch Passers Allé 76, 2000 Frederiksberg

Company reg. no. 43 04 36 25

## Annual report

**2 February - 31 December 2022**

The annual report was submitted and approved by the general meeting on the 10 July 2023.

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**Morten Israelsen**  
Chairman of the meeting

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 %.

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## **Management's statement**

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Today, the Board of Directors and the Managing Director have approved the annual report of Footbalance System Denmark ApS for the financial year 2 February - 31 December 2022.

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

We consider the chosen accounting policy to be appropriate, and in our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2022 and of the results of the Company's operations for the financial year 2 February – 31 December 2022.

The Board of Directors and the Managing Director consider the conditions for audit exemption of the 2022 financial statements to be met.

Further, in our opinion, the Management's review gives a true and fair review of the matters discussed in the Management's review.

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

Frederiksberg, 10 July 2023

### **Managing Director**

Morten Israelsen

### **Board of directors**

Klaus Rauhansalo

## Practitioner's compilation report

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### To the Shareholders of Footbalance System Denmark ApS

We have compiled the financial statements of Footbalance System Denmark ApS for the financial year 2 February - 31 December 2022 based on the company's bookkeeping and on information you have provided.

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

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist Management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements under the Danish Act on Approved Auditors and Audit Firms and International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 10 July 2023

### **Redmark**

Godkendt Revisionspartnerselskab  
Company reg. no. 29 44 27 89

**Mark Leerdrup Hansen**

State Authorised Public Accountant  
mne19802

## Company information

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<b>The company</b>	Footbalance System Denmark ApS C/O Redmark Dirch Passers Allé 76 2000 Frederiksberg
	Company reg. no. 43 04 36 25 Financial year: 2 February - 31 December
<b>Board of directors</b>	Klaus Rauhansalo
<b>Managing Director</b>	Morten Israelsen
<b>Auditors</b>	Redmark Godkendt Revisionspartnerselskab Dirch Passers Allé 76 2000 Frederiksberg
<b>Parent company</b>	FOOTBALANCE SYSTEM OY Finland

## Management's review

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### **The principal activities of the company**

The company's purpose is to conduct business with the sale, marketing and import of sports and orthopedic products as well as all business, as per the management's discretion is related to this.

### **Development in activities and financial matters**

The gross loss for the year totals DKK -386.277. Income or loss from ordinary activities after tax totals DKK -1.558.473. Management considers the net profit or loss for the year as expected.

### **Capital situation**

The company has lost its equity, but the equity is expected to be re-established through its own operations. In addition, the parent company has indicated that it wants to provide the necessary financing.

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

After the end of the financial year, no events have occurred that could change the company's position financial position significantly.

## Income statement

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All amounts in DKK.

<u>Note</u>	2/2 2022 - 31/12 2022
<b>Gross profit</b>	<b>-386.277</b>
2 Staff costs	-1.159.778
<b>Operating profit</b>	<b>-1.546.055</b>
3 Other financial expenses	-12.418
<b>Pre-tax net profit or loss</b>	<b>-1.558.473</b>
Tax on net profit or loss for the year	0
<b>Net profit or loss for the year</b>	<b>-1.558.473</b>
 <b>Proposed distribution of net profit:</b>	
Allocated from retained earnings	-1.558.473
<b>Total allocations and transfers</b>	<b>-1.558.473</b>

## Balance sheet

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All amounts in DKK.

<b>Assets</b>		
<u>Note</u>		<u>31/12 2022</u>
<b>Current assets</b>		
Prepayments		<u>56.019</u>
Total receivables		<u>56.019</u>
<b>Total current assets</b>		<b><u>56.019</u></b>
<b>Total assets</b>		<b><u>56.019</u></b>



## Balance sheet

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All amounts in DKK.

<b>Equity and liabilities</b>	<u>31/12 2022</u>
<u>Note</u>	
<b>Equity</b>	
Contributed capital	40.000
Retained earnings	<u>-1.558.473</u>
<b>Total equity</b>	<b><u>-1.518.473</u></b>
<b>Liabilities other than provisions</b>	
Payables to group enterprises	1.385.971
Other payables	<u>188.521</u>
Total short term liabilities other than provisions	<u>1.574.492</u>
<b>Total liabilities other than provisions</b>	<b><u>1.574.492</u></b>
<b>Total equity and liabilities</b>	<b><u>56.019</u></b>

**1 Capital situation**

**4 Charges and security**

## Statement of changes in equity

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All amounts in DKK.

	<b>Contributed capital</b>	<b>Retained earnings</b>	<b>Total</b>
	<hr/>	<hr/>	<hr/>
Equity 2 February 2022	40.000	0	40.000
Retained earnings for the year	0	-1.558.473	-1.558.473
	<hr/> <b>40.000</b>	<hr/> <b>-1.558.473</b>	<hr/> <b>-1.518.473</b>

## Notes

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All amounts in DKK.

### 1. Capital situation

The company has lost its equity, but the equity is expected to be re-established through its own operations. In addition, the parent company has indicated that it wants to provide the necessary financing.

2/2 2022  
- 31/12 2022

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### 2. Staff costs

Salaries and wages	1.132.377
Pension costs	22.857
Other costs for social security	4.544
	<hr/> <b>1.159.778</b> <hr/>
 Average number of employees	 <hr/> <b>1</b> <hr/>

### 3. Other financial expenses

Other financial costs	12.418
	<hr/> <b>12.418</b> <hr/>

### 4. Charges and security

The company has no pledges or guarantees etc.

## Accounting policies

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The annual report for Footbalance System Denmark ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C 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 company 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 company 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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### Income statement

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

#### **Staff costs**

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

#### **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.

#### **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.

### Statement of financial position

#### **Prepayments**

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

#### **Liabilities other than provisions**

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