Fairytale Copenhagen ApS

Furesøgårdsvej 16, 3520 Farum

CVR no. 28 30 07 51

Annual report 2019

Approved at the Company's annual general meeting on 18 June 2020

Chairman:

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Vilia Huei-Chu Fehrn

Contents

Statement by the Executive Board

Today, the Executive Board has discussed and approved the annual report of Fairytale Copenhagen ApS for the financial year 1 January - 31 December 2019.

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 financial position of the Company at 31 December 2019 and of the results of the Company's operations for the financial year 1 January - 31 December 2019.

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

I recommend that the annual report be approved at the annual general meeting.

Copenhagen, 18 June 2020
Executive Board:

Vilia Huei-Chu Fehrn

Independent auditor's report

To the shareholder of Fairytale Copenhagen ApS

Opinion

We have audited the financial statements of Fairytale Copenhagen ApS for the financial year 1 January - 31 December 2019, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2019 and of the results of the Company's operations for the financial year 1 January - 31 December 2019 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements.

Management's responsibilities for the financial statements

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

In preparing the financial statements, Management is responsible for assessing 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 in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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.

Independent auditor's report

- Obtain an understanding of 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 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 use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on 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 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

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 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 financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, 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 conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 18 June 2020
ERNST & YOUNG
Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Martin Alsbæk
State Authorised Public Accountant
mne28627

Management's review

Company details

Name	Fairytale Copenhagen ApS
Address, Postal code, City	c/o Henrik Fehrn Furesøgårdsvej 16, 3520 Farum
CVR no.	28 30 07 51
Registered office	Farum
Financial year	1 January - 31 December
Executive Board	Vilia Huei-Chu Fehrn
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark
Bankers	Nordea

Management commentary

Business review

The Company designs and sells jewelry watches and jewelry.

Financial review

The income statement for 2019 shows a loss of DKK 7,553 against a loss of DKK 10,694 last year, and the balance sheet at 31 December 2019 shows a negative equity of DKK 149,448.

Management is aware of the capital loss provisions of the Danish Companies Act and expects to be able to restore the share capital through future operations.

Financial position

In order for the Company to be able to remain a going concern, the majority shareholder must maintain and contribute the required liquidity.

The majority shareholder has confirmed in writing to will provide the Company with the required liquidity until the date of the annual general meeting regarding the annual report for 2020.

Events after the balance sheet date

The worldwide Covid 19 outbreak has not yet significantly affected the company's performance and financial position in 2020. However, it is not possible for the company's management at the time of financial reporting to quantify the effect further.

No events materially affecting the Company's financial position have occurred subsequent to the financial year end.

Financial statements 1 January - 31 December

Income statement

Note	DKK	2019	2018
	Gross loss	-6,105	-3,880
2	Staff costs	0	0
	Profit/loss before net financials	-6,105	-3,880
	Financial income	1,000	0
	Financial expenses	-2,448	-6,814
	Profit/loss for the year	-7,553	-10,694
	Recommended appropriation of profit/loss		
	Retained earnings/accumulated loss	-7,553	-10,694
		-7,553	-10,694

Financial statements 1 January - 31 December

Balance sheet

Note	DKK	2019	2018
	ASSETS		
	Current assets		
	Cash	448,904	456,457
	Total current assets	448,904	456,457
	TOTAL ASSETS	448,904	456,457
	EQUITY AND LIABILITIES		
	Equity		
3	Share capital	250,000	250,000
	Retained earnings	-399,448	-391,895
	Total equity	-149,448	-141,895
	Current liabilities		
	Trade payables	13,098	13,098
	Other payables	585,254	585,254
	Total current liabilities	598,352	598,352
	Total liabilities	598,352	598,352
	TOTAL EQUITY AND LIABILITIES	448,904	456,457

1 Accounting policies
4 Contingent assets
5 Collateral

Financial statements 1 January - 31 December

Statement of changes in equity

DKK	Share capital	Retained earnings	Total
Equity at 1 January 2019	250,000	-391,895	-141,895
Transfer through appropriation of loss	0	-7,553	-7,553
Equity at 31 December 2019	250,000	-399,448	-149,448

In order for the Company to be able to remain a going concern, the majority shareholder must maintain and contribute the required liquidity.

The majority shareholder has confirmed in writing to provide the Company with the required liquidity until the date of the annual general meeting regarding the annual report for 2019.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Fairytale Copenhagen ApS for 2019 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

Reporting currency

The financial statements are presented in Danish kroner (DKK).

Income statement

Gross loss

Other external expenses include expenses relating to administration, etc.

Other operating income

Other operating income comprise items of a secondary nature relative to the Company's core activities, including gains on the sale of non-current assets.

Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to administration, etc.

Staff costs

No wages or salaries were paid in the financial year.

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Balance sheet

Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the expected value of their utilisation; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

Other payables

Other payables are measured at net realisable value.

2 Staff costs

No wages or salaries were paid in the financial year.

3 Share capital

The Company's share capital has remained DKK 250,000 over the past 5 years.

4 Contingent assets

The Company has tax loss carry-forwards totalling DKK 612 thousand.

The tax asset has not been recognised in the financial statements due to uncertainty as to when it may be utilised.

5 Collateral

The Company has not provided any security or other collateral in assets at 31 December 2019.

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"Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument."

Vilia Huei-Chu Fehrn
Direktion
På vegne af: Fairytale Copenhagen ApS
Serienummer: PID:9208-2002-2-652862343022
IP: 78.30.xxx.xxx
2020-06-25 14:22:17Z
NEM ID

Vilia Huei-Chu Fehrn
Dirigent
På vegne af: Fairytale Copenhagen ApS
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Martin Alsbaek
Statsautoriseret revisor
På vegne af: Ernst & Young P/S
Serienummer: CVR:30700228-RID:12451029
IP: 145.62.xxx.xxx
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