

Ellos Denmark A/S

Sundkrogsgade 21, 2100 Copenhagen Ø

CVR no. 24 92 78 14

Annual report 2024

Approved at the Company's annual general meeting on 25th April 2025

Chair of the meeting:

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Hans Bertil Ohlsson

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Statement by the Board of Directors and the Executive Board

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of Ellos Denmark A/S for the financial year 1 January - 31 December 2024.

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 financial position of the Company at 31 December 2024 and of the results of the Company's operations and cash flows for the financial year 1 January - 31 December 2024.

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

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

Copenhagen, 25th April 2025

Executive Board:

Hans Bertil Ohlsson

Board of Directors:

Ulf Johan Stigson
Chairman

Bernt Mathias Parkhagen

Björn Markus Andersson

Independent auditor's report

To the shareholders of Ellos Denmark A/S

Opinion

We have audited the financial statements of Ellos Denmark A/S for the financial year 1 January – 31 December 2024, which comprise income statement, balance sheet, statement of changes in equity, cash flow statement 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 2024 and of the results of the Company's operations and cash flows for the financial year 1 January – 31 December 2024 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

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 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 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 Statements Act. We did not identify any material misstatement of the Management's review.

Odense, 25th April 2025
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Søren Smedegaard Hvid
State Authorised Public Accountant
mne31450

Management's review

Company details

Name	Ellos Denmark A/S
Address, Postal code, City	Sundkrogsgade 21, 2100 Copenhagen Ø
CVR no.	24 92 78 14
Established	16 December 1975
Registered office	Copenhagen Kommune
Financial year	1 January - 31 December
Website	www.ellos.dk
Board of Directors	Ulf Johan Stigson, Chairman Bernt Mathias Parkhagen Björn Markus Andersson
Executive Board	Hans Bertil Ohlsson
Auditors	EY Godkendt Revisionspartnerselskab Cortex Park Vest 3, 5230 Odense M, Denmark

Management's review

Financial highlights

DKK thousands	2024	2023	2022	2021	2020
Key figures					
Gross profit/loss	11,568	8,041	9,175	18,857	24,722
Earnings before interest, taxes, depreciation and amortisation (EBITDA)	11,568	7,263	7,909	17,934	23,584
Net financials	1,443	1,650	1,116	1,169	411
Profit before tax	13,011	8,913	9,025	19,103	23,995
Profit for the year	10,615	7,475	7,410	15,730	18,860
Balance sheet					
Total assets	44,621	38,199	42,890	57,148	58,576
Equity	11,055	8,284	7,883	16,143	20,917
Cash flows					
Cash flows from operating activities	14,999	1,146	7,667	15,323	29,940
Net cash flows from investing activities	0	0	0	0	0
Cash flows from financing activities	- 14,997	- 1,129	- 15,670	- 20,504	- 24,336
Total cash flows	2	17	- 8,003	- 5,181	5,604
Financial ratios					
Equity ratio	24.7%	21.7%	18.4%	28.2%	35.7%
Return on equity	109.8%	92.5%	61.7%	84.9%	79.7%
Employees					
Average number of full-time employees	0	0	0	0	0

For terms and definitions, please see the accounting policies.

Management's review

Business review

Ellos Denmark A/S is a wholly owned subsidiary of Ellos Group Sweden AB, Sweden, and is part of the group Ellos Holding AB (Ellos Group).

Ellos Group's financing agreement regarding bonds and revolving credits expired in 2024. The group and the bondholders were unable to reach a common agreement for continued long-term financing, which resulted in the group's former parent company, Ellos Group AB (publ), being declared bankrupt. The bankruptcy did not impact the financial position of Ellos Denmark A/S.

On October 15, 2024, Ellos Holding AB (publ), reg. no. 559495-4116, acquired all shares in Ellos Group Nordic AB (publ), reg. no. 559318-3618, and thus became the new owner of the Ellos Group, in which Ellos Denmark A/S is a subsidiary. Ellos Group has since undergone refinancing, where a new super senior bond has been issued, and the parent company carried out a set-off issue where bond loans were converted into equity.

The Company's business area is sale of clothing and other products for home and leisure primarily via e-commerce to the private market.

Financial review

The income statement for 2024 shows a profit of DKK 10,615 thousand against a profit of DKK 7,475 thousand last year, and the balance sheet at 31 December 2024 shows equity of DKK 11,055 thousand.

Financial risks and use of financial instruments

Exchange rate risk

Foreign activities mean that profit, cash flow and equity are mainly affected by the exchange rate development between DKK and SEK. The exchange rate risk is deemed to be minimal. It is therefore not considered necessary to hedge the exposure to foreign currency risk.

Impact on the external environment

Ellos Group, including Ellos Denmark A/S, has an impact on the environment at several stages of the supply chain, partly through its own operations, which are centralised in Borås, but also via purchasing from suppliers, primarily in Asia. For these different areas, the following is in place: Environmental policy, for the operations in Borås. This aims to minimise the environmental impact of the Group's operations, for example through active work on recycling and energy-saving measures.

Policy outcome: The Environmental policy clarifies what is expected of the company's employees and how staff can contribute to reducing the company's negative environmental impact by making better choices in their day-to-day work.

Ellos Group Supplier manual, for supplier operations. This includes statutory requirements, information on materials that are not accepted in the company's product range, quality and safety requirements, chemical restrictions, requirements regarding product testing and packaging instructions to protect the products during transportation.

Outcome of implementation of Ellos Group's Supplier manual: This regulates many issues between Ellos Group as buyer and its suppliers, it clarifies Ellos Group's requirements and expectations. It has resulted in better communication with suppliers and improved compliance with Ellos Group's environmental and quality requirements. The fact that the company has taken a clear stance in issues relating to material choices, for instance, means that we are able to accommodate customer's questions and requests.

Environmental risks and management of these risks

Own operations:

Environmental risks in our own operations include energy consumption, greenhouse gas emissions and waste management. The company's environmental policy contains guidelines on how to manage these risks. Management of these risks primarily involves monitoring and annual measurement of energy consumption, CO2 emissions and recycling of waste. The company has an ambition to reduce both energy consumption and emissions, and through measurement and monitoring the Group is continuously working on finding and implementing improvements. For example, since measurements began, the Group has made the transition to 100% renewable energy for its own operations, resulting in a reduction in CO2 emissions.

Suppliers:

Production of Ellos Group's products, which is carried out by the company's suppliers, contains many environmental risks. Important risks include consumption of water and oil, use of dangerous chemicals, emissions into air and water, energy, emissions of greenhouse gases and destruction of products that do not meet quality and safety requirements or which have been damaged by moisture during transportation. Ellos Group manages these risks through several steps in the value chain, primarily by specifying requirements such as chemical controls, environmental requirements, and quality requirements in Ellos Group's Supplier manual. Every year, suppliers must sign a certificate of compliance with the company's Supplier manual. Ellos Group also requires its suppliers to maintain an audit protocol to ensure compliance with Ellos Group's Code of Conduct for suppliers. Ellos Group has identified material choices that have a less negative environmental impact, such as cotton through Better Cotton Initiative, (BCI), which involves less consumption and better management of water and chemicals. In 2015, the Group joined the Better Cotton Initiative (BCI) in order to support more sustainable cotton production. Goals have been set to increase the proportion of more sustainable material choices. In 2030, 100% of Ellos Group's material must be recycled or otherwise more sustainably produced. Through membership of STICA and the Swedish Chemicals Group Swerea, Ellos Group aims to contribute to reduced climate impact and management of water and chemicals in the supply chain. The Group is also working to protect animal rights in the process chain and, for example, does not permit hygiene products tested on animals and there is no real fur in the Group's product range.

The Group works proactively to reduce and counteract harmful chemicals in products. Ellos Group adheres to legal requirements and is at the forefront of efforts to phase out chemicals that are classified as hazardous to humans and the environment. Only a very small proportion of the company's products are not offered for sale. Where this happens, in the first instance textiles and products are offered to non-profit organisations and charities, allowing products to have a useful life. In cases where products do not meet the company's quality and safety requirements, Ellos Group may as a last resort ensure that products are destroyed, usually via incineration. In order to minimise the risk of products having to be destroyed, we cooperate with suppliers through training, requirement specifications and information. For example, there is a separate chapter in Ellos Group's Supplier manual that shows how suppliers can proactively avoid moisture damage during production and delivery.

Ellos Group produces an in-depth sustainability report on an annual basis in compliance with GRI standards, which is available in PDF format on the Ellos Group website, www.ellogroup.se.

Events after the balance sheet date

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

Outlook

The Company's revenue is expected to increase by approx. 5-7 % while profit before tax for 2025 is expected to be on the same level as 2024 due to higher administrative expenses.

Due to increasing uncertainty in general, the expectations for 2025 are encumbered with an extraordinary high degree of uncertainty. As it is not possible to foresee the impact of the general market development.

The Company's expectations for 2024 set out in the annual report for 2023 were to increase revenue by approx. 2%-4% and increase profit before tax by approx. 30%-50%. The actual increase of sales 2024 compared to 2023 were 3 % which is in line with the expectations and comes from higher sales. The actual increase of profit before tax were 46 % also in line with the expectations. The main reason for the profit increase compared to 2023 is due to better margin and lower logistics costs.

Financial statements 1 January – 31 December

Income statement

Note	DKK	2024	2023
	Gross profit/loss	11,568,414	8,040,919
3	Staff costs	0	- 777,435
	Profit/loss before net financials	11,568,414	7,263,484
4	Financial income	1,498,088	2,005,149
	Financial expenses	- 55,203	- 355,455
	Profit/loss before tax	13,011,299	8,913,178
5	Tax for the year	- 2,396,245	- 1,437,951
	Profit/loss for the year	10,615,054	7,475,227

Financial statements 1 January – 31 December

Balance sheet

Note	DKK	2024	2023
	ASSETS		
	Non-fixed assets		
	Receivables		
	Trade receivables	2,626,249	2,665,158
7	Receivables from group enterprises	41,180,800	34,066,153
	Other receivables	0	165,646
8	Prepayments	794,258	1,283,994
		<u>44,601,307</u>	<u>38,180,951</u>
	Cash	<u>19,950</u>	<u>18,130</u>
	Total non-fixed assets	<u>44,621,257</u>	<u>38,199,081</u>
	TOTAL ASSETS	<u>44,621,257</u>	<u>38,199,081</u>
	EQUITY AND LIABILITIES		
	Equity		
9	Share capital	500,000	500,000
	Dividend proposed	10,555,311	7,783,548
	Total equity	<u>11,055,311</u>	<u>8,283,548</u>
	Provisions		
10	Other provisions	1,237,129	900,587
	Total provisions	<u>1,237,129</u>	<u>900,587</u>
	Liabilities other than provisions		
	Current liabilities other than provisions		
	Trade payables	3,669,062	4,187,378
	Payables to group enterprises	14,587,514	13,198,458
	Corporation tax payable	4,903,635	3,697,144
	Other payables	4,126,864	4,360,858
11	Deferred income	5,041,742	3,571,108
		<u>32,328,817</u>	<u>29,014,946</u>
	Total liabilities other than provisions	<u>32,328,817</u>	<u>29,014,946</u>
	TOTAL EQUITY AND LIABILITIES	<u>44,621,257</u>	<u>38,199,081</u>

- 1 Accounting policies
- 2 Events after the balance sheet date
- 6 Appropriation of profit
- 12 Security and collateral
- 13 Related parties

Financial statements 1 January – 31 December

Statement of changes in equity

Note	DKK	Share capital	Retained earnings	Proposed dividend	Total
	Equity at 1 January 2023	500,000	0	7,382,782	7,882,782
6	Transfer, see "Appropriation of profit"	0	- 308,321	7,783,548	7,475,227
	Adjustment of investments through foreign exchange adjustments	0	308,321	0	308,321
	Dividend distributed	0	0	- 7,382,782	- 7,382,782
	Equity at 1 January 2024	500,000	0	7,783,548	8,283,548
6	Transfer, see "Appropriation of profit"	0	59,743	10,555,311	10,615,054
	Adjustment of investments through foreign exchange adjustments	0	- 59,743	0	- 59,743
	Dividend distributes	0	0	- 7,783,548	- 7,783,548
	Equity at 31 December 2024	500,000	0	10,555,311	11,055,311

Financial statements 1 January – 31 December

Cash flow statement

Note	DKK	2024	2023
	Profit/loss for the year	10,615,054	7,475,227
14	Adjustments	2,732,967	1,191,452
	Cash generated from operations (operating activities)	13,348,021	8,666,679
15	Changes in working capital	2,840,670	- 5,823,309
	Cash generated from operations (operating activities)	16,188,691	2,843,370
	Income taxes paid	- 1,189,934	- 1,697,065
	Cash flows from operating activities	14,998,757	1,146,305
	Dividends paid	- 7,783,548	- 7,382,782
	Other cash flows from financing activities	- 7,213,389	6,253,755
	Cash flows from financing activities	- 14,996,937	- 1,129,027
	Net cash flow	1,820	17,279
	Cash and cash equivalents at 1 January	18,130	851
16	Cash and cash equivalents at 31 December	19,950	18,130

Financial statements 1 January – 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Ellos Denmark A/S for 2024 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to medium-sized reporting class C entities.

The accounting policies used in the preparation of the financial statements are consistent with those of last year, except for one reclassification to the cash flow statement in 2023.

Presentation currency

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

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rate at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the most recent financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

The company has chosen IAS 11 / IAS 18 as interpretation for revenue recognition.

Income from the sale of goods for resale and finished goods is recognised in revenue when the most significant rewards and risks have been transferred to the buyer and provided the income can be measured reliably and payment is expected to be received. The date of the transfer of the most significant rewards and risks is based on standardised terms of delivery based on Incoterms® 2010.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

Gross profit

The items revenue, cost of sales and external expenses have been aggregated into one item in the income statement called gross margin in accordance with section 32 of the Danish Financial Statements Act.

Cost of sales

Cost of sales includes the cost of goods used in generating the year's revenue.

Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, etc.

Staff costs

Staff costs include staff cost recharges regarding employees of Swedish group companies

Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses, etc.

Financial statements 1 January – 31 December

Notes to the financial statements

1 Accounting policies (continued)

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.

Balance sheet

Receivables

The Company has chosen IAS 39 as interpretation for impairment write-down of financial receivables.

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received.

Prepayments

Prepayments recognised under "Assets" comprise prepaid expenses regarding subsequent financial reporting years.

Cash

Cash comprise cash.

Given the nature of the Group's cash pool arrangement, cash pool balances are not considered cash, but are recognised under "Receivables from group entities".

Equity

Proposed dividends

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

Provisions

Provisions comprise anticipated expenses relating to product returns. Provisions are recognised when the Company has a legal or constructive obligation at the balance sheet date as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation.

Provisions are measured at net realisable value or at fair value if the obligation is expected to be settled far into the future.

Financial statements 1 January – 31 December

Notes to the financial statements

1 Accounting policies (continued)

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 liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

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.

Liabilities

The Company has chosen IAS 39 as interpretation for liabilities.

Liabilities are measured at net realisable value.

Deferred income

Deferred income recognised as a liability comprises payments received concerning income in subsequent financial reporting years.

Cash flow statement

The cash flow statement shows the Company's net cash flows broken down according to operating, investing and financing activities, the year's changes in cash and cash equivalents as well as the cash and cash equivalents at the beginning and the end of the year.

Cash flows from operating activities are calculated as the profit/loss for the year adjusted for non cash operating items, changes in working capital and paid corporate income tax.

Cash flows from investing activities comprise payments in connection with acquisitions and disposals of entities and activities and of intangible assets, property, plant and equipment and investments.

Cash flows from financing activities comprise changes in the size or composition of the Company's share capital and related expenses as well as raising of loans, repayment of interest bearing debt and payment of dividends to shareholders.

Cash and cash equivalents comprise cash, cash pool balances, short term bank loans and short term securities which are readily convertible into cash and which are subject only to insignificant risks of changes in value.

Financial ratios

The financial ratios stated under "Financial highlights" have been calculated as follows:

Equity ratio	$\frac{\text{Equity, year-end} \times 100}{\text{Total equity and liabilities, year-end}}$
Return on equity	$\frac{\text{Profit/loss after tax} \times 100}{\text{Average equity}}$

Financial statements 1 January – 31 December

Notes to the financial statements

DKK	2024	2023
2 Events after the balance sheet date		
No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.		
3 Staff costs		
Wages/salaries	0	764,728
Other staff costs	0	12,707
	<u>0</u>	<u>777,435</u>
<p>The Company did not pay any remuneration to Management during this or the previous financial year. Staff costs are paid by the parent Company.</p> <p>The Company has no employees. Staff costs can be attributed to staff cost recharges regarding employees of Swedish group companies.</p>		
4 Financial income		
Interest receivable, group entities	1,436,151	1,926,823
Other financial income	61,937	78,326
	<u>1,498,088</u>	<u>2,005,149</u>
5 Tax for the year		
Estimated tax charge for the year	2,396,245	1,137,640
Deferred tax adjustment for the year	0	120,311
	<u>2,396,245</u>	<u>1,437,951</u>
6 Appropriation of profit		
Recommended appropriation of profit		
Proposed dividend recognised under equity	10,555,311	7,783,548
Retained earnings/accumulated loss	59,743	- 308,321
	<u>10,615,054</u>	<u>7,475,227</u>
7 Receivables from group enterprises		
<p>Receivables from group enterprises include cash pool agreement, under which the Swedish parent company, Ellos Group Sweden AB, is the holder of the agreement, while other group companies are sub-account holders. The bank can settle drafts and deposits with each other, so the net amount constitutes a balance between the bank and Ellos Group Sweden AB. For Ellos Denmark A/S' intercompany balances, DKK 41,5 million are included in the joint cash pool agreement.</p>		
8 Prepayments		
<p>Prepayments include accrual of expenses relating to cost of goods sold in subsequent financial years.</p>		

Financial statements 1 January – 31 December

Notes to the financial statements

DKK	2024	2023
9 Share capital		
Analysis of the share capital:		
50 A shares of DKK 1,000 nominal value each	50,000	50,000
	<u>50,000</u>	<u>50,000</u>

10 Other provisions

Other provisions mainly consist of anticipated expenses relating to product returns.

11 Deferred income

Deferred income mainly consists of payments received from customers that may not be recognized until the subsequent financial year.

12 Security and collateral

The group in which Ellos Denmark A/S is included, has issued bonds amounting to DKK 755,85 million at 31st December 2024. The company has a general unlimited guarantee in favour of these bond loans.

13 Related parties

Ellos Denmark A/S' related parties comprise the following:

Parties exercising control

<u>Related party</u>	<u>Domicile</u>	<u>Basis for control</u>
Ellos Group Sweden AB	Borås, Sweden	Participating interest

Information about consolidated financial statements

<u>Parent</u>	<u>Domicile</u>
Ellos Holding AB	Sweden

Related party transactions

Ellos Denmark A/S was engaged in the below related party transactions:

DKK	2024	2023
Interest income from related party	1,436,151	1,926,823
Other external expenses and cost of sales to related party	99,295,799	98,370,849
Staff cost to related party	0	764,728
Receivables from related party	41,180,800	34,066,153
Payables to related party	14,587,514	13,198,458

Ownership

The following shareholders are registered in the Company's register of shareholders as holding minimum 5% of the votes or minimum 5% of the share capital:

<u>Name</u>	<u>Domicile</u>
Ellos Group Sweden AB	Borås, Sweden

Financial statements 1 January – 31 December

Notes to the financial statements

	DKK	2024	2023
14 Adjustments			
Provisions		336,542	- 126,188
Tax for the year		2,396,425	1,317,640
		<u>2,732,967</u>	<u>1,191,452</u>
15 Changes in working capital			
Change in receivables		649,823	- 1,237,196
Change in trade and other payables		2,190,847	- 4,586,113
		<u>2,840,670</u>	<u>- 5,823,309</u>
16 Cash and cash equivalents at year-end			
Cash according to the balance sheet		19,950	18,130
		<u>19,950</u>	<u>18,130</u>