

**ADD MIKKELSEN UK LIMITED**

**REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**



Company number 4032278

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*Associated with RSM*

Authorised by the Institute of Chartered Accountants in England and Wales to carry on audit.

Associated offices in

LONDON

• COPENHAGEN

• AARHUS

REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR  
ENDED 31 DECEMBER 2009

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## REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 DECEMBER 2009

The Director presents his report and financial statements for the year ended 31 December 2009

### **1 Principal activities and review of the business**

The principal activity of the Company has been production and sale of clothes and accessories

The results for the year and the financial position at the year end, were considered satisfactory by the director

### **2 Statement of director's responsibilities**

The director is responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company of that period. In preparing these financial statements the director are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 DECEMBER 2009****3 Statement of disclosure of information to auditors**

The director of the company who held office at the date of approval of this Annual Report as set out beneath confirms that:

- So far as he is aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- He has taken all the steps that he ought to have taken as director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

**4 Results and dividends**

The Company's profit for the year amounted to GBP 28,184. The Director does not recommend the payment of a dividend.

**5 Post balance sheet events**

No post balance sheet events have occurred since 31 December 2009 which requires reporting or disclosing in the accounts.

## REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 DECEMBER 2009

**6 Directors**

The Director who served the company throughout the year was as follows

Keld Mikkelsen

**7 Auditors**

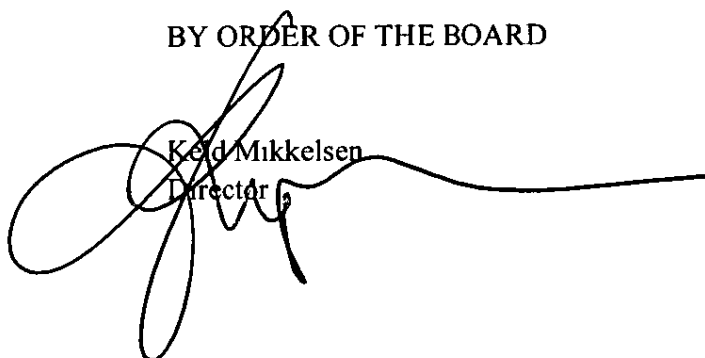
Krogh & Partners Limited, Chartered Accountants & Registered Auditors have signified their willingness to continue in office. A resolution to re-appoint them will be proposed at the Annual General Meeting

823 Salisbury House  
29 Finsbury Circus  
London, EC2M 5QQ

22/  
4 2010

BY ORDER OF THE BOARD

Keld Mikkelsen  
Director



## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ADD MIKKELSEN UK LIMITED

We have audited the financial statements of ADD Mikkelsen UK Limited for the year ended 31 December 2009 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Section 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland).

Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its profit for the year ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
ADD MIKKELSEN UK LIMITED

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

823 Salisbury House  
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22/4 2010



Per Krogh/Petersen (Senior statutory auditor)  
for and on behalf of:

KROGH & PARTNERS LIMITED, (Statutory Auditor)  
Chartered Accountants & Registered Auditors

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED  
31 DECEMBER 2009

	Note	2009 GBP	2008 GBP
<b>Turnover</b>	2	3,116,535	2,358,742
Cost of sales		<u>-741,556</u>	<u>-1,100,276</u>
<b>Gross profit</b>		2,374,979	1,258,466
Administrative expenses		<u>-2,327,696</u>	<u>-1,709,754</u>
<b>Operating profit/loss</b>	3	47,283	-451,288
Interest receivable and similar income	6	0	2,171
Interest payable and similar charges	7	<u>-4,099</u>	<u>-77,922</u>
<b>Profit/loss on ordinary activities before taxation</b>		43,184	-527,039
Taxation	8	<u>-15,000</u>	<u>127,018</u>
<b>Profit/loss for the year</b>		<u><u>28,184</u></u>	<u><u>-400,021</u></u>

All items dealt with in arriving at the profit on ordinary activities before taxation relate to continuing activities

There are no recognized gains and losses in 2009 other than the profit for the year and therefore no separate statement of total recognised gains and losses is presented

There is no difference between the profit on ordinary activities before taxation and the profit for the year stated above and their historical equivalents

The accompanying accounting policies and notes form an integral part of these financial statements.



## BALANCE SHEET AT 31 DECEMBER 2009

	Note	2009 GBP	2008 GBP
<b>Fixed assets</b>			
Tangible assets	9	<u>123,833</u>	<u>174,697</u>
		<u>123,833</u>	<u>174,697</u>
<b>Current assets</b>			
Stocks		258,043	318,218
Debtors	10	843,104	874,487
Cash at bank and in hand		<u>166,287</u>	<u>96,601</u>
		1,267,434	1,289,306
<b>Creditors: amounts falling due within one year</b>	11	<u>-347,361</u>	<u>-448,281</u>
<b>Net current assets</b>		<u>920,073</u>	<u>841,025</u>
<b>Net assets</b>		<u>1,043,906</u>	<u>1,015,722</u>
<b>Capital and reserves</b>			
Called-up share capital	13	2,040,936	2,040,936
Profit and loss account		<u>-997,030</u>	<u>-1,025,214</u>
<b>Shareholders' funds</b>	12	<u>1,043,906</u>	<u>1,015,722</u>

These accounts were approved by the Board on 22/4 2010

Keld Mikkelsen, Director



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2009

## 1 Accounting policies

### Accounting basis and standards

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards in the United Kingdom. A Summary of the more important accounting policies, which have been applied consistently, is set out below.

### Turnover

Turnover derives from the principal activity of the Company and is represented by invoiced sales excluding Value Added Tax.

### Interest and similar income and charges

Interest and similar income and charges are recognised in the profit and loss account over the term of such instruments at a constant rate on the carrying amount.

### Foreign currencies

Transactions in foreign currencies are recorded using a fixed rate of exchange. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. Gains or losses on translation are included in the profit and loss account.

### Tangible assets

Tangible assets are stated at cost, net of depreciation and any provision for impairment.

Depreciation is provided at the following annual rates over the expected useful lives of the assets:

Computer equipment	40%
Fixtures and fittings	33 33%

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2009

**Deferred taxation**

Provision is made for deferred taxation, using the liability method, in respect of all timing differences that have originated but not reversed by the balance sheet date, except where these are permanent differences

Deferred taxation is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date

**Stocks**

Stocks are valued at the lower of cost and net realisable value, having considered the age and condition of the stocks and level of specification. Provision is made as appropriate for any stock lines that are believed to be slow moving or obsolete

**Debtors**

Debtors are valued individually and there are made provision according to this valuation

**Creditors**

Creditors are carried at payment or settlement amounts. Where the time value of money is material, creditors are carried at amortized cost

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2009

**2 Turnover**

Turnover is attributable to the one principal activity of the company which arose wholly in the United Kingdom

**3 Operating profit**

	2009	2008
	GBP	GBP
The operating profit is stated after charging		
Auditors' remuneration	7,200	6,825
<i>Depreciation</i>		
Owned tangible fixed assets	<u>75,482</u>	<u>50,143</u>

**4 Employee information**

	2009	2008
	GBP	GBP
<i>The average number of persons employed by the company (including directors) during the year was</i>		
Selling and distribution	26	29
Administration	4	5
<i>Their total remuneration was</i>		
Wages and salaries	742,299	794,148
Social security costs	<u>62,437</u>	<u>70,965</u>
	<u>804,736</u>	<u>865,113</u>

**5 Directors' emoluments**

	2009	2008
	GBP	GBP
Aggregate emoluments (including benefits in kind)	<u>0</u>	<u>95,968</u>
	<u>0</u>	<u>95,968</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
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**6 Interest receivable and similar income**

	2009 GBP	2008 GBP
Interest income	0	-2,171
	<u>0</u>	<u>-2,171</u>

**7 Interest payable and similar charges**

	2009 GBP	2008 GBP
Interest payable	117	771
Loans owed to parent company	3,982	77,151
	<u>4,099</u>	<u>77,922</u>

**8 Taxation**

	2009 GBP	2008 GBP
<i>Deferred tax</i>		
Change in deferred tax	15,000	-127,018
	<u>15,000</u>	<u>-127,018</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2009

**9 Tangible assets**

	2009 GBP	2008 GBP
<b>Cost</b>		
At 1 January	267,070	319,719
Additions	24,618	166,083
Disposals	0	-218,732
At 31 December	<u>291,688</u>	<u>267,070</u>
<b>Depreciation</b>		
At 1 January	92,373	219,677
Charge for the year	75,482	50,143
Disposals	0	-177,447
At 31 December	<u>167,855</u>	<u>92,373</u>
<b>Net book value</b>		
At 31 December	<u><u>123,833</u></u>	<u><u>174,697</u></u>

**10 Debtors**

	2009 GBP	2008 GBP
Trade debtors	447,207	466,974
Deferred tax asset	370,000	385,000
Prepayments	25,897	22,513
	<u><u>843,104</u></u>	<u><u>874,487</u></u>

The deferred tax asset recognised relates to accumulated taxable losses incurred, which are expected to be utilised in the future

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2009

**11 Creditors: amounts falling due within one year**

	2009 GBP	2008 GBP
Trade creditors	2,424	46,182
Current account parent company	203,164	257,163
PAYE	3,487	11,252
VAT	70,827	65,982
Other creditors	67,459	67,702
	<u>347,361</u>	<u>448,281</u>

**12 Reconciliation of movements in shareholders' funds**

	2009 GBP	2008 GBP
Shareholders' funds at 1 January	<u>1,015,722</u>	<u>-623,993</u>
Called-up share capital		
Balance at 1 January	2,040,936	1,200
Shares issued in the year	<u>0</u>	<u>2,039,736</u>
Balance at 31 December	<u>2,040,936</u>	<u>2,040,936</u>
Profit and loss account		
Balance at 1 January	-1,025,214	-625,193
Dividends	0	0
Profit/loss for the year	<u>28,184</u>	<u>-400,021</u>
Balance at 31 December	<u>-997,030</u>	<u>-1,025,214</u>
Shareholders' funds at 31 December	<u>1,043,906</u>	<u>1,015,722</u>

**13 Share capital**

	2009 GBP	2008 GBP
Called-up, allotted and fully paid 2,040,936 ordinary shares of GBP 1 each	<u>2,040,936</u>	<u>2,040,936</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2009

**14 Future financial commitments**

*Operating leases*

At 31 December 2009 the company had annual commitments under operating leases as set out below

	2009 GBP	2008 GBP
Operating leases which expire:		
within one year	0	0
in the second to fifth years	75,000	75,000
after five years	0	0
	<u>75,000</u>	<u>75,000</u>

**15 Contingent liabilities**

At 31 December 2009 the Company has contingent liabilities relating to concession agreements amounts to GBP 254K (2008 GBP 104K)

**16 Parent undertakings and related party transactions**

Under FRS8 the company is exempt from disclosing transactions and balances with other group companies, as it is a 100% owned by the group and its results are included in the group accounts

ADD Mikkelsen A/S is the parent of the smallest and largest group of which the company is a member and for which group accounts are drawn up.

A copy of ADD Mikkelsen A/S group accounts can be obtained from

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