

**REPORT OF INDEPENDENT AUDITOR  
ON AUDIT OF FINANCIAL STATEMENTS  
AS AT 31 MARCH 2016**

Accounting unit subject to audit of financial statements as at 31 March 2016:

**COFFEE DAY CZ a.s.**

Malátova 543/9

Praha 5 - Smíchov

Identification Number: 271 05 741

Audited period:

**1 April 2015 to 31 March 2016**

Report creation date:

18 May 2016

Recipient:

- management of the accounting unit,
- the report is intended for the shareholders of the accounting unit.

Audit firm:

CCS Audit, s.r.o., Konviktská 291/24, Prague 1, Certificate of the Chamber of Auditors of the Czech Republic No. 417

Auditor:

Ing. Marie Křivdová, Konviktská 291/24, Prague 1, Certificate of the Chamber of Auditors of the Czech Republic No. 2250

Number of pages: 3

Distribution list:

- 1 copy of the Auditor's Report is intended for the management of the accounting unit,
- 1 copy will be kept on file by the auditor.

## **I. Subject and Scope of Audit**

We have carried out the audit of the accompanying financial statements of **COFFEE DAY CZ a.s., Identification Number: 271 05 741**, which comprise the balance sheet as at 31 March 2016, the income statement and statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory notes. Information about **COFFEE DAY CZ a.s., Identification Number: 271 05 741**, is presented in Note 1 to these financial statements.

## **II. Statutory Body's Responsibility for the Financial Statements**

The statutory body of **COFFEE DAY CZ a.s., Identification Number: 271 05 741**, is responsible for the preparation of financial statements that give a true and fair view in accordance with Czech accounting regulations and for such internal control as statutory body determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

## **III. Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Act on Auditors and International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those laws and regulations require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



#### IV. Opinion

In our opinion, the financial statements give a true and fair view of the financial position of **COFFEE DAY CZ a.s., Identification Number: 271 05 741**, as at 31 March 2016, and of its financial performance for the year then ended in accordance with Czech accounting regulations.

#### V. Other information

The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon. The Statutory Body is responsible for the other information.

Our opinion on the financial statements the company **COFFEE DAY CZ a.s., Identification Number: 271 05 741**, does not cover the other information and we do not express any form of opinion thereon. However, in connection with our audit of the financial statements, our responsibility is to read the other information and consider whether the other information is not materially inconsistent with the financial statements the company **COFFEE DAY CZ a.s., Identification Number: 271 05 741**, or our knowledge obtained in the audit, the annual report has been prepared in accordance with the applicable legal requirements, or the other information does not otherwise appear to be materially misstated. If, based on the work we have performed, we conclude that the above is not true, we are required to report such facts.

Based on the work we have performed, we have nothing to report in this regard.

**CCS Audit, s.r.o.**  
Konviktská 291/24  
110 00 Praha 1  
č. oprávnění KACR 417  
IČ: 26754746

*CCS Audit, s.r.o.*

CCS Audit, s.r.o.  
Certificate of the Chamber of Auditors  
of the Czech Republic No. 417



*Marie Křivdová*  
Ing. Marie Křivdová  
Certificate of the Chamber of Auditors  
of the Czech Republic No. 2250

# BALANCE SHEET

asat **31.03.2016**

in thousands CZK

ID no. **27105741**

Business name

**COFFEE DAY CZ**

**s.s.**

Registered office

**Malátovů 543**


**Praha 5**

**150 00**

Ident.	ASSETS	line	Current accounting period			Previous account. period	
			Gross	Adjustments	Net	Netto	
	TOTAL ASSETS	A.+B.+C.+D.I.	001	88 402	-40 004	18 438	18 428
B.	Fixed assets	B.I.+..+B.III.	003	47 650	-38 339	8 511	8 741
B.II.	Tangible fixed assets	B.II.1+..+B.II.x	013	47 650	-38 339	8 511	8 731
B.II.2.	Buildings and structures	účty 021, (-)081, (-)092AÚ	015	15 192	-10 431	4 761	2 141
B.II.3.	Machinery, equipment, vehicles, fixtures and fittings	účty 022, (-)082, (-)092AÚ	016	24 273	-23 152	1 121	1 236
B.II.6.	Other tangible fixed assets	účty 029, 032, (-)089, (-)092AÚ	019	102		102	102
B.II.7.	Tangible fixed assets under construction	účty 042, (-)094	020	775		775	0
B.II.9.	Valuation differences to acquired assets (+/-)	účty (+/-)097, (+/-)098	022	7 508	-5 758	1 752	2 252
B.III.	Financial assets	B.III.1+..+B.III.x	023	0		0	10
B.III.3.	Other securities and investments	účty 063, 065, (-)096AÚ	026	0		0	10
C.	CURRENT ASSETS	C.I.+C.II.+C.III.+C.IV.	031	9 811	-728	8 086	9 143
C.I.	INVENTORIES	C.I.1+..+C.I.x	032	1 285		1 285	1 265
C.I.5.	Goods	účty 131, 132, 139, (-)198	037	1 285		1 285	5 195
C.II.	Long-term receivables	C.II.1+..+C.II.x	039	4 973		4 973	5 195
C.II.5.	Long-term advances	účty 314AÚ, (-)391	044	4 973		4 973	2 046
C.III.	Short-term receivables	C.III.1+..+C.III.x	048	2 391	-728	1 668	2 046
C.III.1.	Trade receivables	účty 311AÚ, 312AÚ, 313AÚ, 315AÚ, (-)391AÚ	049	1 772	-695	1 077	795
C.III.7.	Short-term advances	účty 314AÚ, (-)391	055	505	-19	486	319
C.III.B.	Estimated accrued revenues	účty 308AÚ, 318AÚ	056	0		0	783
C.III.9.	Other receivables	účty 335AÚ, 371AÚ, 373AÚ, 374AÚ, 375AÚ, 378AÚ, 378AÚ, (-)391AÚ	057	114	-11	103	149
C.IV.	Current financial assets	C.IV.1+..+C.IV.x	058	1 152		1 152	637
C.IV.1.	Cash	účty 211, 213, 261	059	200		200	171
C.IV.2.	Bank accounts	účty 221AÚ, 261	060	952		952	466
D.I.	Prepayments and accrued income	D.I.1+..+D.I.x	063	841		841	542
D.I.1.	Prepaid expenses	účty 381	064	780		780	237
D.I.3.	Accrued income	účty 385	066	61		61	305

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 Konviktská 291/24  
 110 00 Praha 1  
 č. oprávnění KAČR 17  
 IČ: 26754746

Ident.	LIABILITIES	line	Current accounting period	Previous account. period	
			Net	Netto	
	TOTAL LIABILITIES AND EQUITY	A.+B.+C.	001	18 438	15 428
A.	Equity	A.I.+A.II.+A.III.+A.IV.+A.V.1.+A.V.2.	002	-46 564	-47 560
A.I.	Subscribed capital	A.I.1.+...+A.I.x	003	26 000	26 000
A.I.1.	Subscribed capital	účty 411 nebo 491	004	26 000	26 000
A.II.	Capital reserves	A.II.1.+...+A.II.x	007	57 064	38 674
A.II.2.	Other reserves	účty 413	009	57 064	38 674
A.III.	Reserves, indivisible reserve and other revenue reserves	A.III.1.+...+A.III.x	014	409	409
A.III.1.	Legal reserve fund	účty 421, 422	015	409	409
A.IV.	Retained earnings	A.IV.1.+...+A.IV.x	017	-112 643	-93 123
A.IV.2.	Accumulated losses of previous years	účty (-) 429	019	-112 643	-93 123
A.V.1.	Profit / loss of current accounting period	Aktiva - A.I. - A.II. - A.III. - A.IV. - B. - C. - A.V.2.	021	-18 438	-19 520
B.	Liabilities	B.I.+B.II.+B.III.+B.IV.	022	62 183	61 500
B.I.	Provisions	B.I.1.+...+B.I.x	023	496	542
B.I.4.	Others provisions	účty 459AU	027	496	542
B.III.	SHORT-TERM LIABILITIES	B.III.1.+...+B.III.x	039	11 056	9 197
B.III.1.	Trade payables	účty 321AU, 322, 325, 478AU, 479AU	040	8 389	4 413
B.III.5.	Payables to employees	účty 331, 333, 479AU	044	1 330	1 059
B.III.6.	Payables to social security and health insurance	účty 336AU, 479AU	045	628	599
B.III.7.	Government - tax payables and subsidies	účty 341, 342, 343, 345, 348, 347	046	398	713
B.III.8.	Short-term advances received	účty 324, 475AU	047	14	22
B.III.10.	Estimated accrued items	účty 389AU	049	819	2 375
B.III.11.	Other payables	účty 372AU, 373AU, 377AU, 378AU, 474AU, 479AU	050	78	16
B.IV.	Bank loans and borrowings	B.IV.1.+...+B.IV.x	051	51 001	51 761
B.IV.2.	Short-term bank loans	účty 231AU, 231, 232AU, 461AU	053	51 001	51 761
C.I.	Accruals and deferred income	C.I.1.+...+C.I.x	055	879	1 486
C.I.1.	Accrued expenses	účty 383	056	202	465
C.I.2.	Deferred income	účty 384	057	677	1 021

Date of compilat	04.05.2018	Signature of statutory body/natural person	
Legal form	skládové společnost	Ved Malhořa, člen představenstva	
Entrepreneurial activity	hospodářská činnost		
Comment:			

# PROFIT AND LOSS STATEMENT

Business name

**COFFEE DAY CZ**

s.s.

Registered office

**Malátova 543**

**Praha 5**

**150 00**

as at **31.03.2016**


From **1.1.2016** to **31.3.2016**

In thousands CZK

ID no **27105741**

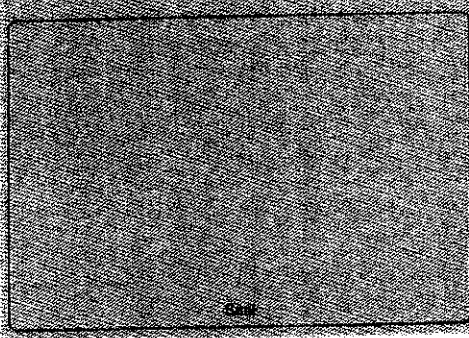
Ident.	PROFIT AND LOSS STATEMENT	line	Values in accounting period	
			Current accounting period	Previous account. period
I.	Sales of goods	001	<b>50 546</b>	<b>54 836</b>
A.	Costs of goods sold	012	<b>12 083</b>	<b>13 234</b>
+	Sale margin	I-A 003	<b>38 463</b>	<b>41 602</b>
II.	Production	004	<b>1 518</b>	<b>1 613</b>
II.1.	Product and service revenue	005	<b>1 518</b>	<b>1 613</b>
B.	Consumption of fixed assets	009	<b>4 207</b>	<b>4 771</b>
B.1.	Consumption of material and energy	009	<b>4 207</b>	<b>4 771</b>
B.2.	Depreciation	010	<b>0</b>	<b>0</b>
+	Value added	I-A+B 011	<b>11 252</b>	<b>10 880</b>
C.	Staff costs	012	<b>23 599</b>	<b>23 769</b>
C.1.	Wages and salaries	013	<b>16 404</b>	<b>17 515</b>
C.3.	Social security and health insurance costs	015	<b>5 550</b>	<b>5 658</b>
C.4.	Other social costs	016	<b>635</b>	<b>616</b>
D.	Rent and fees	017	<b>72</b>	<b>14</b>
E.	Depreciation and amortization	019	<b>3 144</b>	<b>3 350</b>
III.	Proceeds on fixed assets and material	019	<b>190</b>	<b>1 133</b>
III.1.	Proceeds on sale of fixed assets	020	<b>114</b>	<b>1 133</b>
III.2.	Proceeds on sale of material	021	<b>76</b>	<b>0</b>
F.	Net book value of fixed assets and material sold	022	<b>0</b>	<b>609</b>
F.1.	Net book value of fixed assets sold	023	<b>9</b>	<b>609</b>
G.	Changes in provisions and adjustments relating to operating activities and complex financial transactions	025	<b>-1 173</b>	<b>-262</b>
IV.	Other operating income	026	<b>330</b>	<b>1 353</b>
H.	Other operating expenses	027	<b>2 580</b>	<b>4 356</b>
*	Profit/loss from operating activities	Value added + III - IV + V - C - D - E - F - G + H 030	<b>-15 419</b>	<b>-18 390</b>
N.	Interest revenues	043	<b>1 323</b>	<b>1 125</b>
XI.	Other financial revenues	044	<b>942</b>	<b>609</b>
O.	Other financial expenses	045	<b>624</b>	<b>614</b>
*	Profit/loss from financial activities	VI + VII + VIII + IX + X + XI + XII - J - K - L - M - N - O + P 046	<b>-1 005</b>	<b>-1 130</b>
**	Profit/loss from ordinary activities	** + Q 052	<b>-16 424</b>	<b>-19 520</b>
***	Profit/loss for the period	*** + T 060	<b>-16 424</b>	<b>-19 620</b>
****	Profit/loss before tax	**** + XII + R 061	<b>-16 424</b>	<b>-19 520</b>

**CCS Audit, s.r.o.**  
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 110 00 Praha 1  
 s. oprávnění IČO: 267047

Ident.	PROFIT AND LOSS STATEMENT	line	Values in accounting period	
			Current accounting period	Previous account. period
Date of compilat	<b>04.05.2018</b>	Signature of statutory body/or natural person		
Legal form	<b>akciová společnost</b>	Ved Malhous, člen představenstva		
Entrepreneurial activity	<b>hospodářská činnost</b>			
Comment:				

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 č. oprávnění KACR 4/12  
 IČ: 26754746

## CHANGES IN SHAREHOLDERS EQUITY



as at **31.03.2016**  
 From **1.1.2015** to **31.3.2016**  
 (in thousands CZK)  
 ID no. **27106741**

Business name  
**COFFEE DAY CZ**  
 a.s.  
 Registered office  
**Malátova 543**  
**Praha 5**  
**150 00**

Ident.	CHANGES IN SHAREHOLDERS EQUITY	line	Values in accounting period	
			Current accounting period	Previous account. period
<b>A. Authorized capital in Companies register entered (411)</b>				
A.1.	Opening balance	001	26 000	26 000
A.4.	Closing balance	004	26 000	26 000
<b>B. Authorized capital (A. +/- B.) with seasons (-)2012</b>				
C.1.	Opening balance A. +/- B.	009	26 000	26 000
C.6.	Closing balance A. +/- B. incl. (252)	014	26 000	26 000
<b>D. Legal reserves (431)</b>				
E.1.	Opening balance	019	409	409
E.4.	Closing balance	022	409	409
<b>G. Capital reserves (413)</b>				
G.1.	Opening balance	027	38 674	21 110
G.2.	Increase	028	18 390	17 564
G.4.	Closing balance	030	57 064	38 674
<b>J. Debt from account periods (428 + debt 431)</b>				
J.1.	Opening balance	039	-112 643	-93 123
<b>K. Provisions for the period after tax</b>				
K.3.	Decrease	049	16 424	19 520
K.4.	Closing balance	050	-16 424	-19 520
<b>Equity in total (summed items C to K)</b>				
X.1.	Opening balance	051	-47 560	-45 604
X.2.	Increase	052	18 390	17 564
X.3.	Decrease	053	16 424	19 520
X.4.	Closing balance	054	-45 594	-47 560

Date of compilat <b>04.05.2016</b>	Signature of statutory body or natural person
Legal form <b>skládová společnost</b>	Ved Malhotra, člen představenstva
Entrepreneurial activity <b>hostinská činnost</b>	
Comment:	

**CCS Audit, s.r.o.**  
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 110 00 Praha 1  
 č. oprávnění KACR 17  
 IČ: 26754746