

**PARKEN Sport & Entertainment A/S**

CVR 15 10 77 07

**Interim report for the period  
1 July 2006 – 31 March 2007**

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## Financial highlights for the Group

DKK million	Q3 2006/07	Q3 2005/06	Q 1-3 2006/07	Q 1-3 2005/06	12 months 2005/06
<b>Key figures</b>					
Total income	193,3	103,8	745,6	380,9	539,0
<b>Profit before transfer activities, financial income and expense and tax</b>					
	<b>4,3</b>	<b>5,4</b>	<b>133,6</b>	<b>70,1</b>	<b>109,9</b>
Transfer activities	(7,3)	(5,4)	(8,4)	(24,9)	(33,7)
Financial income and expense	(10,0)	(5,1)	(29,6)	(14,3)	(18,5)
<b>Profit before tax</b>	<b>(13,0)</b>	<b>(5,1)</b>	<b>95,6</b>	<b>30,9</b>	<b>57,7</b>
Profit	(9,8)	(3,7)	68,5	22,6	41,3
Non-current assets	1.530,4	1.011,1	1.530,4	1.011,1	1.063,7
Current assets	383,5	161,9	383,5	161,9	191,9
<b>Total assets</b>	<b>1.913,9</b>	<b>1.173,0</b>	<b>1.913,9</b>	<b>1.173,0</b>	<b>1.255,6</b>
Share capital	49,4	49,4	49,4	49,4	49,4
<b>Equity</b>	<b>666,9</b>	<b>547,5</b>	<b>666,9</b>	<b>547,5</b>	<b>450,5</b>
Non-current liabilities	588,7	210,6	588,7	210,6	230,3
Current liabilities	658,3	414,9	658,3	414,9	574,8
<b>Financial ratios</b>					
Net profit ratio, %	2,2	5,2	17,9	18,4	20,4
Return on capital employed, %	0,2	0,5	7,0	6,0	8,8
Equity ratio, %	34,8	46,7	34,8	46,7	35,9
Book value per share	270,13	221,77	270,13	221,77	182,50
Share price, end of period	1.580,00	713,13	1.580,00	713,13	948,93

### **Management's review**

The PARKEN Sport & Entertainment Group is still growing. Revenue for the first nine months of 2006/07 was DKK 745 million, compared with DKK 380 million in the preceding year – an increase of 96%.

The profit before transfer activities, financial income and expense and tax was DKK 133.6 million, compared with DKK 70.1 million in the first nine months of 2005/06– an increase of 91%.

The profit before tax was DKK 95.6 million, compared with DKK 30.9 million in 2005/06 – an increase of 209%.

In connection with the acquisition of fitness dk, PARKEN Sport & Entertainment A/S has decided to change the financial year to the calendar year with 1 July 2006 – 31 December 2007 as the transition period. For the transition period, the profit before transfer activities, financial income and expense and tax is expected to be in the range of DKK 250 million and the profit before tax around DKK 160 million.

The above figures include the fitness dk Group at, respectively, break-even and a loss of DKK 27 million before tax. The IFRS accounting rules have been applied in respect of amortisation for accounting purposes of the calculated entry value of the intangible assets in connection with the acquisition by PARKEN Sport & Entertainment A/S of the assets of the fitness dk Group.

Of the entry value, DKK 57.6 million has been distributed on identified assets, of which DKK 37 million will be amortised in the 18-month financial statements. In 2008 and 2009, calculated amortisations for accounting purposes will amount to DKK 5.2 million, subsequently declining to DKK 2.5 million p.a.

It should be emphasised that the above amortisations for accounting purposes will not have any impact on liquidity and profitability, but will solely entail elimination of the earnings from the acquired company for the first 18 months.

The underlying operations of fitness dk are developing as planned, but a negative impact on the profit will be seen in the short term, as PARKEN Sport & Entertainment has opted for faster renovation of a number of the existing centres that did not meet the quality standards of fitness dk and new centres have been opened at a faster pace – most recently in Sydhavnen (Copenhagen), Vejle and Esbjerg.

The activities of PARKEN, Lalandia and Billelügen are developing as expected.

In Billund, all 719 holiday houses offered for sale have been sold, and the construction of a new Lalandia centre is proceeding according to plan. The proceeds from the sale of these holiday houses will not be recognised as revenue until the handing-over of the finished houses, which is scheduled to take place between mid-2008 and end-2009.

PARKEN Sport & Entertainment A/S has entered into negotiations concerning sale of the south-eastern office tower, whereas the parcelling out of the south-western office tower has not been finalised yet. The south-eastern tower is thus classified as a current asset and consequently not subject to revaluation.

Work relating to the new office towers and the new stand is still progressing according to plan. Demolition is expected to begin in late 2007 and the new stand to be opened in mid-2009.

As regards the arena, an architectural competition will soon be announced.

After the end of the nine-month period, F.C. Copenhagen have won the Danish football championship, thereby qualifying for the second qualification round for the Champions League.

## **Management statement**

The Supervisory Board and the Executive Board have considered and approved this interim report for the period from 1 July 2006 to 31 March 2007.

The interim report, which is unaudited, has been prepared in accordance with the applicable recognition and measurement provisions of the International Financial Reporting Standards (IFRS) and Danish disclosure requirements for interim reporting by listed companies.

In our opinion, this interim report gives a true and fair view of the Group's financial position as at 31 March 2007 and of the Group's activities during the period from 1 July 2006 to 31 March 2007.

### **Supervisory Board:**

### **Executive Board:**

Flemming Østergaard, Chairman

Jørgen Glistrup

Niels-Christian Holmstrøm

Dan Hammer

Michael Kjær

Flemming Lindeløv

Peter Norvig

Benny Olsen

Hans Henrik Palm

## Specifications

### Statement of changes in equity

DKK million	Q 1-3 2006/07	Q 1-3 2005/06	2005/06
<b>Equity at the beginning of the period</b>	450,5	547,5	547,5
Acquisition of treasury shares	(103,9)	(17,0)	(126,8)
Disposal of treasury shares	233,3	11,0	11,0
Dividend distributed	-	(22,2)	(24,4)
Profit	68,5	22,6	41,3
Value adjustments of hedging instruments	0,4	5,4	3,9
Share-based payments	5,8	-	0,2
Tax on movements in the equity	(0,1)	(1,5)	(1,1)
Minority interests	12,4	1,7	(4,8)
Addition, capital increase	-	-	3,7
<b>Equity at the end of the period</b>	<b>666,9</b>	<b>547,5</b>	<b>450,5</b>

## Contacts

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## **PARKEN Sport & Entertainment A/S**

Copenhagen, 25 May 2007