

# Voestalpine Danmark ApS

c/o DEinternational Denmark Aps, Kongens Nytorv 26, 3. floor, 1050 København K

CVR no. 10 43 84 11



## Annual report 2016/17

Approved at the annual general meeting of shareholders on

*15 June 2017*

Chairman:

*Pingeli*



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## Contents

Statement by the Executive Board	2
Independent auditor's report	3
Management's review	5
Company details	5
Management commentary	6
Financial statements 1 April 2016 - 31 March 2017	7
Income statement	7
Balance sheet	8
Statement of changes in equity	10
Notes to the financial statements	11



### Statement by the Executive Board

Today, the Executive Board has discussed and approved the annual report of Voestalpine Danmark ApS for the financial year 1 April 2016 - 31 March 2017.

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 March 2017 and of the results of the Company's operations for the financial year 1 April 2016 - 31 March 2017.

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, 12 June 2017  
Executive Board:

A handwritten signature in blue ink, appearing to read 'Mario Angeli', is written over a horizontal line. The signature is stylized and cursive.

Mario Angeli  
Managing Director



## Independent auditor's report

To the shareholders of Voestalpine Danmark ApS

### Opinion

We have audited the financial statements of Voestalpine Danmark ApS for the financial year 1 April 2016 - 31 March 2017, which comprise an 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 March 2017 and of the results of the Company's operations for the financial year 1 April 2016 - 31 March 2017 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 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### 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 about 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 skepticism 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.
- ▶ 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.

### Independent auditor's report

- 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 conclusion is 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 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 our procedures, 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.

Kolding, 12 June 2017  
ERNST & YOUNG  
Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28



Michael Vakker Maass  
State Authorised Public Accountant



## Management's review

### Company details

Name	Voestalpine Danmark ApS
Address, Postal code, City	c/o DEinternational Denmark Aps, Kongens Nytorv 26, 3. floor, 1050 København K
CVR no.	10 43 84 11
Registered office	Copenhagen, Denmark
Financial year	1 April 2016 - 31 March 2017
Executive Board	Mario Angeli, Managing Director
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Kolding Åpark 1, 3. sal, 6000 Kolding, Denmark



## Management's review

### Management commentary

#### Business review

The Company's principal activity has been acting as a sales Company in the Voestalpine Group.

#### Financial review

In 2016/17, the Company's revenue came in at DKK 3,028,025 against DKK 3,006,707 last year. The income statement for 2016/17 shows a profit of DKK 123,721 against DKK 83,565 last year, and the balance sheet at 31 March 2017 shows equity of DKK 485,320. Management considers the Company's financial performance in the year satisfactory.

The company has transferred its activities to another group company located in Sweden. The company is planned to be finally winded up during 2017. The valuation and the presentation of the financial statements is performed according to this.

#### Events after the balance sheet date

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





## Financial statements for the period 1 April 2016 - 31 March 2017

### Income statement

Note	DKK	2016/17	2015/16
	Revenue	3,028,025	3,006,707
	Other external expenses	-760,547	-803,172
	<b>Gross margin</b>	<b>2,267,478</b>	<b>2,203,535</b>
2	Staff costs	-2,093,704	-2,081,586
	Amortisation/depreciation and impairment of intangible assets and property, plant and equipment	-8,073	-3,139
	<b>Profit before net financials</b>	<b>165,701</b>	<b>118,810</b>
	Financial expenses	-2,332	-127
	<b>Profit before tax</b>	<b>163,369</b>	<b>118,683</b>
3	Tax for the year	-39,648	-35,118
	<b>Profit for the year</b>	<b>123,721</b>	<b>83,565</b>
	<b>Recommended appropriation of profit</b>	<b>123,721</b>	<b>83,565</b>
	Proposed dividend recognised under equity		
		<b>123,721</b>	<b>83,565</b>





Financial statements for the period 1 April 2016 - 31 March 2017

Balance sheet

Note	DKK	<u>2016/17</u>	<u>2015/16</u>
	<b>ASSETS</b>		
	Fixed assets		
4	Property, plant and equipment		
	Other fixtures and fittings, tools and equipment	<u>29,151</u>	<u>37,224</u>
		<u>29,151</u>	<u>37,224</u>
	Total fixed assets	<u>29,151</u>	<u>37,224</u>
	Non-fixed assets		
	Receivables		
	Receivables from group entities	66,712	121,392
	Other receivables	<u>28,330</u>	<u>116,814</u>
		<u>95,042</u>	<u>238,206</u>
	Cash	<u>439,566</u>	<u>646,458</u>
	Total non-fixed assets	<u>534,608</u>	<u>884,664</u>
	<b>TOTAL ASSETS</b>	<u><u>563,759</u></u>	<u><u>921,888</u></u>



## Financial statements for the period 1 April 2016 - 31 March 2017

### Balance sheet

Note	DKK	2016/17	2015/16
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	Share capital	200,000	200,000
	Retained earnings	161,599	161,599
	Dividend proposed for the year	123,721	83,565
	<b>Total equity</b>	<b>485,320</b>	<b>445,164</b>
	<b>Provisions</b>		
	Deferred tax	1,418	1,529
	<b>Total provisions</b>	<b>1,418</b>	<b>1,529</b>
	<b>Liabilities</b>		
	<b>Current liabilities</b>		
	Corporation tax	38,626	31,465
	Other payables	38,395	443,730
		77,021	475,195
	<b>Total liabilities other than provisions</b>	<b>77,021</b>	<b>475,195</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>563,759</b>	<b>921,888</b>

- 1 Accounting policies
- 5 Related parties



## Financial statements for the period 1 April 2016 - 31 March 2017

### Statement of changes in equity

DKK	<u>Share capital</u>	<u>Retained earnings</u>	<u>Dividend proposed for the year</u>	<u>Total</u>
Equity at 1 April 2016	200,000	161,599	83,565	445,164
Transfer, see "Appropriation of profit"	0	0	123,721	123,721
Dividend distributed	0	0	-83,565	-83,565
Equity at 31 March 2017	<u>200,000</u>	<u>161,599</u>	<u>123,721</u>	<u>485,320</u>



## Financial statements for the period 1 April 2016 - 31 March 2017

### Notes to the financial statements

#### 1 Accounting policies

The annual report of Voestalpine Danmark ApS for 2016/17 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.

#### Changes to presentation and disclosures only

Effective 1 January 2016, the Company has implemented act no. 738 of 1 June 2015 with amendments to the Danish Financial Statements Act. As the implementation of the amendment act has no impact in terms of value on the income statement or the balance sheet in the financial year, nor on the comparative figures, the financial statements have been prepared based on the same accounting policies as last year.

The amendment act has solely implied new or changed presentation and disclosure requirements, which have been incorporated in the financial statements.

#### Income statement

##### Revenue

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.

##### 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, payments under operating leases, etc.

##### Depreciation

The item comprises depreciation of property, plant and equipment.

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight line basis over the expected useful life. The expected useful lives of the assets are as follows:

Other fixtures and fittings, tools and equipment	3-5 years
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##### Financial expenses

Financial expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

##### 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.

The entity is jointly taxed with other subsidiaries. The total Danish income tax charge is allocated between profit/loss-making Danish entities in proportion to their taxable income (full absorption).



## Financial statements for the period 1 April 2016 - 31 March 2017

### Notes to the financial statements

#### 1 Accounting policies (continued)

Jointly taxed entities entitled to a tax refund are reimbursed by the management company based on the rates applicable to interest allowances, and jointly taxed entities which have paid too little tax pay a surcharge according to the rates applicable to interest surcharges to the management company.

#### Balance sheet

##### Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

##### Prepayments

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

##### 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.

DKK	2016/17	2015/16
<b>2 Staff costs</b>		
Wages/salaries	1,856,084	1,863,550
Pensions	215,684	189,811
Other social security costs	13,080	23,146
Other staff costs	8,856	5,079
	<u>2,093,704</u>	<u>2,081,586</u>
Average number of full-time employees	<u>3</u>	<u>3</u>



## Financial statements for the period 1 April 2016 - 31 March 2017

### Notes to the financial statements

	2016/17	2015/16
DKK		
3 Tax for the year	39,759	31,465
Estimated tax charge for the year	-111	1,529
Deferred tax adjustments in the year	0	2,124
Tax adjustments, prior years	<u>39,648</u>	<u>35,118</u>

### 4 Property, plant and equipment

	Other fixtures and fittings, tools and equipment
DKK	
Cost at 1 April 2016	<u>40,363</u>
Cost at 31 March 2017	<u>40,363</u>
Impairment losses and depreciation at 1 April 2016	3,139
Amortisation/depreciation in the year	<u>8,073</u>
Impairment losses and depreciation at 31 March 2017	<u>11,212</u>
Carrying amount at 31 March 2017	<u>29,151</u>

### 5 Related parties

#### Information about consolidated financial statements

Parent	Domicile	Requisitioning of the parent company's consolidated financial statements
Voestalpine Eurostahl GmbH	voestalpine-Straße 3 4020 Linz, Austria	Contact the company

#### Related party transactions

All transactions with related parties has been conducted in accordance at arms length.