

Air Alsie A/S

Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg

CVR no. 12 65 59 83

Annual report 2017/18

Approved at the Company's annual general meeting on 19 September 2018

Chairman:

.....
Henning Peter Tæstensen





Contents

Statement by the Board of Directors and the Executive Board	2
Independent auditor's report	3
Management's review	5
Financial statements 1 May 2017 - 30 April 2018	8
Income statement	8
Balance sheet	9
Statement of changes in equity	11
Notes to the financial statements	12

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 Air Alsie A/S for the financial year 1 May 2017 - 30 April 2018.

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 30 April 2018 and of the results of the Company's operations for the financial year 1 May 2017 - 30 April 2018.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the results of the Company's operations and financial position.

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

Sønderborg, 19 September 2018
Executive Board:

.....
Henrik Therkelsen

.....
Henning Tæstensen

Board of Directors:

.....
Jens Østerlund Jensen
Chairman

.....
Anders Aagaard Andresen

.....
Niels-Henrik Hedegaard

Independent auditor's report

To the shareholders of Air Alsie A/S

Opinion

We have audited the financial statements of Air Alsie A/S for the financial year 1 May 2017 - 30 April 2018, which comprise 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 30 April 2018 and of the results of the Company's operations for the financial year 1 May 2017 - 30 April 2018 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 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' 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.

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 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 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.
- ▶ 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.

Independent auditor's report

- ▶ 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 Statement Act. We did not identify any material misstatement of the Management's review.

Sønderborg, 19 September 2018

ERNST & YOUNG
Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Thorbjørn Bruhn
State Authorised Public Accountant
MNE no.: mne23305

René Kirkegaard
State Authorised Public Accountant
MNE no.: mne40045



Management's review

Company details

Name	Air Alsie A/S
Address, Postal code, City	Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg
CVR no.	12 65 59 83
Established	1 December 1988
Registered office	Sønderborg
Financial year	1 May 2017 - 30 April 2018
Website	www.alsie.com
Telephone	+45 74 42 98 88
Telefax	+45 74 43 42 82
Board of Directors	Jens Østerlund Jensen, Chairman Anders Aagaard Andresen Niels-Henrik Hedegaard
Executive Board	Henrik Therkelsen Henning Tæstensen
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Nørre Havnegade 43, 6400 Sønderborg, Denmark
Bankers	Sydbank A/S

Management's review

Financial highlights

DKK'000	2017/18	2016/17	2015/16	2014/15	2013/14
---------	---------	---------	---------	---------	---------

Key figures

Revenue	467,852	421,972	422,819	386,568	396,506
Gross margin	98,442	95,922	81,177	76,716	76,385
Operating profit/loss	10,755	7,913	6,991	2,524	2,043
Net financials	-100	-1,646	-2,038	-2,505	1,919
Profit/loss for the year	8,421	4,952	5,054	242	3,587

Total assets	133,457	115,176	97,085	120,271	113,344
Investment in property, plant and equipment	1,034	1,496	432	1,861	983
Equity	38,136	30,884	34,444	29,679	31,690

Financial ratios

Operating margin	2.3%	1.9%	1.7%	0.7 %	0.5 %
Return on assets	8.7%	7.5%	6.4%	2.2%	1.8%
Equity ratio	28.6%	26.8%	35.5%	24.7%	28.0%
Return on equity	24.4%	15.2%	15.8%	0.8%	12.2%

Average number of employees	143	141	138	142	142
------------------------------------	------------	------------	------------	------------	------------

The financial ratios stated in the survey of financial highlights have been calculated as follows:

Operating margin	$\frac{\text{Operating profit (EBIT)} \times 100}{\text{Revenue}}$
Return on assets	$\frac{\text{Profit/loss from operating activities} \times 100}{\text{Average assets}}$
Equity ratio	$\frac{\text{Equity, year-end} \times 100}{\text{Total equity and liabilities, year-end}}$
Return on equity	$\frac{\text{Profit/loss for the year after tax} \times 100}{\text{Average equity}}$

Management's review

Business review

The company's main activity consists of Aircraft Management, including scheduled taxi and ambulance flights as well as aircraft maintenance at its own certified workshop

Financial review

In 2017/18, the Company's revenue amounted to DKK 467,852 thousand against DKK 421,972 thousand last year. The income statement for 2017/18 shows a profit of DKK 8,421 thousand against a profit of DKK 4,952 thousand last year, and the balance sheet at 30 April 2018 shows equity of DKK 38,136 thousand. In the annual report for 2016/17, Management expected a profit in the range of the same level as the year end result for 2016/17. Management considers the Company's financial performance in the year satisfactory.

Knowledge resources

Major flight safety requirements are imposed. The company complies with all guidelines for training and training of airline personnel

Special risks

The company's most significant operational risks are linked to the ability to offer competitive air operations. The company is exposed to interest rate and currency risks. The company hedges its interest rate and currency risks through revenues and expenses in the same currency and agreements with financial partners

Impact on the external environment

The industry in which the company is located affects the external environment. The company is very aware of this and has as its policy to reduce this strain to the greatest extent possible and thus also to be a leader in the industry.

Events after the balance sheet date

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

Outlook

Management expects that demand for taxi and ambulance flights will continue at the current level in the coming financial year

For the financial year 2018/19 a satisfactory result is expected to be on the same level as in 2017/18.

Financial statements 1 May 2017 - 30 April 2018

Income statement

Note	DKK'000	2017/18	2016/17
	Revenue	467,852	421,972
	Other operating income	3,409	281
	Other external expenses	-372,819	-326,331
	Gross margin	98,442	95,922
2	Staff costs	-86,668	-86,624
3	Amortisation/depreciation and impairment of intangible assets and property, plant and equipment	-1,019	-1,385
	Profit before net financials	10,755	7,913
	Income from investments in group entities	117	82
4	Financial income	468	684
	Financial expenses	-568	-2,330
	Profit before tax	10,772	6,349
5	Tax for the year	-2,351	-1,397
	Profit for the year	8,421	4,952

Financial statements 1 May 2017 - 30 April 2018

Balance sheet

Note	DKK'000	2017/18	2016/17
	ASSETS		
	Fixed assets		
6	Intangible assets		
	Acquired intangible assets	490	72
		<u>490</u>	<u>72</u>
7	Property, plant and equipment		
	Other fixtures and fittings, tools and equipment	2,518	2,368
		<u>2,518</u>	<u>2,368</u>
8	Investments		
	Investments in group entities, net asset value	5,991	6,641
	Other securities and investments	0	65
		<u>5,991</u>	<u>6,706</u>
	Total fixed assets	<u>8,999</u>	<u>9,146</u>
	Non-fixed assets		
	Inventories		
	Raw materials and consumables	4,295	3,052
		<u>4,295</u>	<u>3,052</u>
	Receivables		
	Trade receivables	62,055	62,079
	Receivables from group entities	1,352	6,047
	Deferred tax assets	1,000	0
	Other receivables	6,775	18,045
9	Deferred income	9,276	8,974
		<u>80,458</u>	<u>95,145</u>
	Cash	<u>39,705</u>	<u>7,833</u>
	Total non-fixed assets	<u>124,458</u>	<u>106,030</u>
	TOTAL ASSETS	<u>133,457</u>	<u>115,176</u>

Financial statements 1 May 2017 - 30 April 2018

Balance sheet

Note	DKK'000	2017/18	2016/17
EQUITY AND LIABILITIES			
Equity			
10	Share capital	510	510
	Share premium account	96	96
	Net revaluation reserve according to the equity method	5,511	6,161
	Retained earnings	27,519	24,117
	Dividend proposed for the year	4,500	0
	Total equity	38,136	30,884
Provisions			
	Deferred tax	0	574
12	Other provisions	12,039	10,104
11	Total provisions	12,039	10,678
Liabilities other than provisions			
Current liabilities other than provisions			
	Bank debt	0	9,636
	Prepayments received from customers	22,835	9,402
	Trade payables	22,548	25,687
	Payables to group entities	1,499	3,645
	Other payables	25,647	19,897
13	Deferred income	10,753	5,347
		83,282	73,614
	Total liabilities other than provisions	83,282	73,614
	TOTAL EQUITY AND LIABILITIES	133,457	115,176

- 1 Accounting policies
- 14 Contractual obligations and contingencies, etc.
- 15 Related parties

Financial statements 1 May 2017 - 30 April 2018

Statement of changes in equity

Note	DKK'000	Share capital	Share premium account	Net revaluation reserve according to the equity method	Retained earnings	Dividend proposed for the year	Total
		510	96	6,161	24,117	0	30,884
16	Transfer, see "Appropriation of profit"	0	0	117	3,804	4,500	8,421
	Exchange adjustment	0	0	-767	0	0	-767
	Other value adjustments of equity	0	0	0	-402	0	-402
	Equity at 30 April 2018	510	96	5,511	27,519	4,500	38,136

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

1 Accounting policies

The annual report of Air Alsie A/S for 2017/18 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to medium-sized reporting class C entities.

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements are prepared. The financial statements for Air Alsie A/S and its group entities are part of the consolidated financial statements for Sandma Holding A/S.

The accounting policies used in the preparation of the financial statements are consistent with those of last year. There has been a regroup in the composition of certain accounts in the financial statement. The changes have no influence on equity or profit. Comparative figures have been adjusted accordingly.

Omission of a cash flow statement

With reference to section 86(4) of the Danish Financial Statements Act, no cash flow statement is prepared for the parent company, as its cash flows are reflected in the consolidated cash flow statement.

Reporting currency

The financial statements are presented in Danish kroner (DKK'000).

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rate 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.

Derivative financial instruments

On initial recognition, derivative financial instruments are recognised at cost in the balance sheet and are subsequently measured at fair value. Positive and negative fair values of derivative financial instruments are included in "Other receivables" and "Other payables", respectively.

Leases

On initial recognition, leases for assets that transfer substantially all the risks and rewards incident to the ownership to the Company (finance leases) are measured in the balance sheet at the lower of fair value and the present value of the future lease payments. In calculating the net present value, the interest rate implicit in the lease or the incremental borrowing rate is used as the discount factor. Assets held under finance leases are subsequently accounted for in the same way as the Company's other assets.

The capitalised residual lease liability is recognised in the balance sheet as a liability, and the interest element of the lease payment is recognised in the income statement over the term of the lease.

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

1 Accounting policies (continued)

Income statement

Revenue

Income from the sale of services, which includes the sale of flights, is recognised in the income statement as the supply of the services to the buyer takes place.

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 operating income

Other operating income comprise items of a secondary nature relative to the Company's core activities, including gains on the sale of fixed assets.

Other external expenses

External expenses include direct cost and other external expenses.

Direct costs include expenses directly related to the entity's activities, including fuel, travelling expenses, training of pilots, various duties, etc.

Other external expenses include expenses for sale, advertising, administration, premises, bad debts, operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pension to the Company's employees, as well as other social security contributions, etc. The item is net of refunds from public authorities.

Amortisation/depreciation

The item comprises amortisation/depreciation of intangible assets and property, plant and equipment.

Cost net of expected residual value for acquired intellectual property rights is depreciated on a straight-line basis over the expected useful life. Intellectual property rights acquired comprise software.

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

Acquired intangible assets	3-6 years
----------------------------	-----------

Where individual components of an item of property, plant and equipment have different useful lives, they are accounted for as separate items, which are depreciated separately.

Other fixtures and fittings, tools and equipment	3-5 years
--	-----------

Income from investments in subsidiaries

A proportionate share of the underlying entities' profit/loss after tax is recognised in the income statement according to the equity method. Shares of profit/loss after tax in subsidiaries are presented as separate line items in the income statement. Full elimination of intra-group gains/losses is made for equity investments in subsidiaries.

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

1 Accounting policies (continued)

Financial income and expenses

Financial income and expenses comprise interest income and expense, costs of finance leases, payables and transactions denominated in foreign currencies, amortisation of financial assets and liabilities, 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 group entities. The total Danish income tax charge is allocated between profit/loss-making Danish entities in proportion to their taxable income (full absorption).

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

Intangible assets

Other intangible assets comprise software.

Software is measured at cost less accumulated amortisation and impairment losses.

Gains and losses on the sale of intangible assets are recognised in the income statement under "Other operating income" or "Other operating expenses", respectively. Gains and losses are calculated as the difference between the selling price less selling expenses and the carrying amount at the time of sale.

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.

Gains or losses are calculated as the difference between the selling price less selling costs and the carrying amount at the date of disposal. Gains and losses from the disposal of property, plant and equipment are recognised in the income statement as other operating income or other operating expenses.

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

1 Accounting policies (continued)

Investments in subsidiaries

Equity investments in subsidiaries and associates are measured according to the equity method.

On initial recognition, equity investments in subsidiaries are measured at cost, i.e. plus transaction costs. The cost is allocated in accordance with the acquisition method; see the accounting policies regarding business combinations.

The cost is adjusted by shares of profit/loss after tax calculated in accordance with the Group's accounting policies less or plus unrealised intra-group gains/losses.

Identified increases in value and goodwill, if any, compared to the underlying entity's net asset value are amortised in accordance with the accounting policies for the assets and liabilities to which they can be attributed. Negative goodwill is recognised in the income statement.

Dividend received is deduced from the carrying amount.

Equity investments in subsidiaries measured at net asset value are subject to impairment test requirements if there is any indication of impairment.

Other securities and investments

Receivables recognised as investments that relate to finance leases are measured at fair value. Fair value is calculated as the value in use of projected future net cash flows relating to the finance lease.

Other securities and investments are measured at the lower of cost and the net realisable value.

Impairment of fixed assets

The carrying amount of intangible assets, property, plant and equipment and investments in subsidiaries and associates is assessed for impairment on an annual basis.

Impairment tests are conducted on assets or groups of assets when there is evidence of impairment. The carrying amount of impaired assets is reduced to the higher of the net selling price and the value in use (recoverable amount).

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Previously recognised impairment losses are reversed when the reason for recognition no longer exists. Impairment losses on goodwill are not reversed.

Inventories

Inventories are measured at cost in accordance with the FIFO method. Where the net realisable value is lower than cost, inventories are written down to this lower value. The net realisable value of inventories is calculated as the sales amount less costs of completion and expenses required to effect the sale and is determined taking into account marketability, obsolescence and development in the expected selling price.

Receivables

Receivables are measured at amortised cost, which is usually equivalent to the nominal value. An impairment loss is recognised based on objective evidence that a receivable or a group of receivables is impaired. Impairment write-down is made to the lower of net realisable value and the carrying amount.

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

1 Accounting policies (continued)

Prepayments

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

Cash

Cash comprise cash and short term securities which are readily convertible into cash and subject only to minor risks of changes in value.

Equity

Reserve for net revaluation according to the equity method

The reserve comprises net revaluation of investments in subsidiaries relative to cost.

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 include deferred tax and provisions for periodic inspections of aircraft chartered.

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

Provisions expected to be settled after more than one year after the balance sheet date are measured at the net present value of the expected payments. Other provisions are measured at net realisable value.

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.

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

1 Accounting policies (continued)

Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other 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.

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

DKK'000	2017/18	2016/17
2 Staff costs		
Wages/salaries	75,321	75,335
Pensions	10,234	10,156
Other social security costs	1,113	1,133
	<u>86,668</u>	<u>86,624</u>
Average number of full-time employees	<u>143</u>	<u>141</u>
Executive board remuneration totals DKK 2,334 thousand. (2016/17: DKK 2,123 thousand), whereas remuneration of the Board of Directors totals DKK 70 thousand (2016/17: DKK 70 thousand) in the 2017/18 financial year.		
3 Amortisation/depreciation of intangible assets and property, plant and equipment		
Amortisation of intangible assets	135	401
Depreciation of property, plant and equipment	884	984
	<u>1,019</u>	<u>1,385</u>
4 Financial income		
Interest receivable, group entities	201	408
Other financial income	267	276
	<u>468</u>	<u>684</u>
5 Tax for the year		
Estimated tax charge for the year	3,811	2,047
Deferred tax adjustments in the year	-1,460	-650
	<u>2,351</u>	<u>1,397</u>
6 Intangible assets		
DKK'000		Acquired intangible assets
Cost at 1 May 2017		4,822
Additions in the year		553
Cost at 30 April 2018		<u>5,375</u>
Impairment losses and amortisation at 1 May 2017		4,750
Amortisation/depreciation in the year		135
Impairment losses and amortisation at 30 April 2018		<u>4,885</u>
Carrying amount at 30 April 2018		<u>490</u>
Amortised over		<u>3-6 years</u>

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

7 Property, plant and equipment

DKK'000	Other fixtures and fittings, tools and equipment
Cost at 1 May 2017	9,951
Additions in the year	1,034
Cost at 30 April 2018	10,985
Impairment losses and depreciation at 1 May 2017	7,583
Amortisation/depreciation in the year	884
Impairment losses and depreciation at 30 April 2018	8,467
Carrying amount at 30 April 2018	2,518
Depreciated over	3-5 years

8 Investments

DKK'000	Investments in group entities, net asset value	Other securities and investments	Total
Cost at 1 May 2017	481	193	674
Disposals in the year	0	-193	-193
Cost at 30 April 2018	481	0	481
Value adjustments at 1 May 2017	6,160	-128	6,032
Exchange adjustment	-767	0	-767
Share of the profit/loss for the year	117	0	117
Reversal of prior year impairment losses	0	128	128
Value adjustments at 30 April 2018	5,510	0	5,510
Carrying amount at 30 April 2018	5,991	0	5,991

Name	Legal form	Domicile	Interest	Equity DKK'000	Profit/loss DKK'000
Subsidiaries					
Air Alsie SA	SA	Schweiz	100.00%	5,991	117
Other investments in limited partnerships or partnerships					
AirClub SA				SA	Schweiz

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

9 Deferred income

Deferred income is prepayments which comprise accrual of expenses relating to subsequent years, including member-ship fees, subscriptions, insurance, etc.

DKK'000	<u>2017/18</u>	<u>2016/17</u>
10 Share capital		
Analysis of the share capital:		
510 shares of DKK'000 1,000.00 nominal value each	<u>510</u>	<u>510</u>
	<u>510</u>	<u>510</u>

11 Provisions

Other provisions include provisions for the aircraft maintenance totalling DKK 12,039 thousand. (2016/17: DKK 10,104 thousand)

12 Other provisions

The provisions are expected to be payable in:

0-1 year	3,725	5,696
1-5 year	5,332	2,917
> 5 year	2,982	1,491
	<u>12,039</u>	<u>10,104</u>

13 Deferred income

Deferred income, DKK 10,753 thousand. (2016/17: DKK 5,347 thousand), consists of payments received from customers that may not be recognised until the subsequent financial year.

14 Contractual obligations and contingencies, etc.

Contingent liabilities

The Company stands surety for the sister company, Sandma Invest ApS' balance with its bank. The surety is limited to DKK 20,000 thousand.

A rent contract has been concluded regarding premises and hangar with a term of six months. The yearly rent totals DKK 3,600 thousand.

A rent contract has been concluded regarding other premises with a term of one month. The yearly rent totals DKK 60 thousand.

Other contingent liabilities

The Company has provided import documentary credit liabilities totalling USD 125,000 to a bank.

The Company is jointly taxed with its parent, Sandma Holding A/S, which acts as management company, and together with other jointly taxed group companies, the Company has joint and several liability for the payment of income taxes as of the income year 2013 and withholding taxes on interest, royalties and dividends falling due for payment on or after 1 July 2012.

Financial statements 1 May 2017 - 30 April 2018

Notes to the financial statements

15 Related parties

Air Alsie A/S' related parties comprise the following:

Parties exercising control

<u>Related party</u>	<u>Domicile</u>	<u>Basis for control</u>
Sandma Holding A/S	Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg	Participating interest

Information about consolidated financial statements

<u>Parent</u>	<u>Domicile</u>	<u>Requisitioning of the parent company's consolidated financial statements</u>
Sandma Holding A/S	Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg	Parent company and the Danish Business Authority

Related party transactions

The Company solely discloses related party transactions that have not been carried out on an arm's length basis, cf. section 98c(7) of the Danish Financial Statements Act.

All transactions have been carried out on an arm's length basis.

DKK'000	<u>2017/18</u>	<u>2016/17</u>
16 Appropriation of profit		
Recommended appropriation of profit		
Proposed dividend recognised under equity	4,500	0
Net revaluation reserve according to the equity method	117	82
Retained earnings	3,804	4,870
	<u>8,421</u>	<u>4,952</u>

PENNEO

Underskrifterne i dette dokument er juridisk bindende. Dokumentet er underskrevet via Penneo™ sikker digital underskrift. Underskrivernes identiteter er blevet registeret, og informationerne er listet herunder.

“Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument.”

Henning Taestensen

Direktion

På vegne af: Air Alsie A/S

Serienummer: CVR:13563101-RID:84455421

IP: 89.184.xxx.xxx

2018-09-27 14:19:26Z

NEM ID 

Henning Taestensen

Dirigent

På vegne af: Air Alsie A/S

Serienummer: CVR:13563101-RID:84455421

IP: 89.184.xxx.xxx

2018-09-27 14:19:26Z

NEM ID 

Henrik Therkelsen

Direktion

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-116731802141

IP: 89.184.xxx.xxx

2018-09-28 07:15:26Z

NEM ID 

Anders Aagaard Andresen

Bestyrelse

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-667411150499

IP: 194.247.xxx.xxx

2018-09-28 07:55:30Z

NEM ID 

Niels-Henrik Hedegaard

Bestyrelse

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-451726418072

IP: 94.137.xxx.xxx

2018-09-28 08:19:23Z

NEM ID 

Jens Østerlund Jensen

Bestyrelse

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-821625888172

IP: 37.128.xxx.xxx

2018-09-30 09:13:35Z

NEM ID 

René Kirkegaard

Statsautoriseret revisor

På vegne af: Ernst & Young P/S

Serienummer: CVR:30700228-RID:92285157

IP: 212.112.xxx.xxx

2018-09-30 14:50:21Z

NEM ID 

Thorbojern Bruhn

Statsautoriseret revisor

På vegne af: ERNST & YOUNG P/S

Serienummer: CVR:30700228-RID:1267704853436

IP: 145.62.xxx.xxx

2018-10-01 08:19:19Z

NEM ID 

Penneo dokumentnøgle: MLN3I-0770Z-LNECK-5EH0Q-VJEKW-8GJYM

Dette dokument er underskrevet digitalt via **Penneo.com**. Signeringsbeviserne i dokumentet er sikret og valideret ved anvendelse af den matematiske hashværdi af det originale dokument. Dokumentet er låst for ændringer og tidsstempelt med et certifikat fra en betroet tredjepart. Alle kryptografiske signeringsbeviser er indlejret i denne PDF, i tilfælde af de skal anvendes til validering i fremtiden.

Sådan kan du sikre, at dokumentet er originalt

Dette dokument er beskyttet med et Adobe CDS certifikat. Når du åbner dokumentet

i Adobe Reader, kan du se, at dokumentet er certificeret af **Penneo e-signature service** <penneo@penneo.com>. Dette er din garanti for, at indholdet af dokumentet er uændret.

Du har mulighed for at efterprøve de kryptografiske signeringsbeviser indlejret i dokumentet ved at anvende Penneos validator på følgende websted: <https://penneo.com/validate>