

HLC Holding A/S
Central Business Registration No
17268309
Slotsalléen 3
DK-2930 Klampenborg

Annual report 2015

The Annual General Meeting adopted the annual report on 19.05.2016

Chairman of the General Meeting

Name: Kjeld Kornum

Contents

| | <u>Page</u> |
|--|--------------------|
| Entity details | 1 |
| Statement by Management on the annual report | 2 |
| Independent auditor's reports | 3 |
| Management commentary | 5 |
| Accounting policies | 7 |
| Consolidated income statement for 2015 | 14 |
| Consolidated balance sheet at 31.12.2015 | 15 |
| Consolidated statement of changes in equity for 2015 | 17 |
| Consolidated cash flow statement for 2015 | 18 |
| Notes to consolidated financial statements | 19 |
| Parent income statement for 2015 | 22 |
| Parent balance sheet at 31.12.2015 | 23 |
| Parent statement of changes in equity for 2015 | 25 |
| Notes to parent financial statements | 26 |

Entity details

Entity

HLC Holding A/S
Slotsalléen 3
DK-2930 Klampenborg

Central Business Registration No: 17268309

Registered in: Gentofte

Financial year: 01.01.2015 - 31.12.2015

Board of Directors

Hans Lautrup
Jonas Lautrup
Joachim Lautrup

Executive Board

Hans Lautrup

Entity auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
0900 København C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of HLC Holding A/S for the financial year 01.01.2015 - 31.12.2015.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2015 and of the results of its operations and cash flows for the financial year 01.01.2015 - 31.12.2015.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Klampenborg, 19.05.2016

Executive Board

Hans Lautrup

Board of Directors

Hans Lautrup

Jonas Lautrup

Joachim Lautrup

Independent auditor's reports

To the owner of HLC Holding A/S Report on the financial statements

We have audited the consolidated financial statements and parent financial statements of HLC Holding A/S for the financial year 01.01.2015 - 31.12.2015, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes for the Group as well as for the Parent and the consolidated cash flow statement. The consolidated financial statements and parent financial statements are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility for the consolidated financial statements and parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent 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 consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the consolidated financial statements and parent financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether consolidated financial statements and parent financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements and parent financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the consolidated financial statements and parent 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 consolidated financial statements and parent 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 the overall presentation of the consolidated financial statements and parent financial statements.

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

Our audit has not resulted in any qualification.

Opinion

In our opinion, the consolidated financial statements and parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2015, and of the results of their operations and the Group's cash flows for the financial year 01.01.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

Independent auditor's reports

Statement on the management commentary

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the audit of the consolidated financial statements and parent financial statement.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the consolidated financial statements and parent financial statement.

Copenhagen, 19.05.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Steen Christensen

State Authorised Public Accountant

Claus Jorch Andersen

State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

| | 2015 | 2014 | 2013 |
|--|----------------|----------------|----------------|
| | DKK'000 | DKK'000 | DKK'000 |
| Financial highlights | | | |
| Key figures | | | |
| Gross profit | 10.425 | 4.057 | 4.447 |
| Operating profit/loss | 9.623 | 2.829 | 3.232 |
| Net financials | 4.557 | (2.346) | (1.479) |
| Profit/loss for the year | 13.244 | 1.985 | 1.452 |
| Total assets | 41.772 | 72.772 | 85.446 |
| Investments in property, plant and equipment | 0 | 215 | 0 |
| Equity | 17.944 | 4.288 | 3.256 |
| Cash flows from (used in) operating activities | 10.026 | 12.723 | (8.671) |
| Cash flows from (used in) investing activities | 54.614 | 1.085 | 5.396 |
| Cash flows from (used in) financing activities | (53.465) | (2.392) | (1.597) |
| Ratios | | | |
| Return on equity (%) | 119,1 | 52,6 | 44,6 |
| Equity ratio (%) | 43,0 | 5,9 | 3,8 |
| Return on capital employed (%) | 23,0 | 3,8 | 3,8 |

Management commentary

Primary activities

The purpose of the Company is to generate income from return on investments and securities.

Development in activities and finances

Profit for the year amounts to DKK 13,244 thousand, which is in accordance with Management's expectations.

Outlook

It is Management's assessment that an earnings improvement will be realised for 2016 as a result of expected earnings improvements in the Company's group enterprises.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (medium).

The accounting policies applied for this consolidated financial statements and parent financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Consolidated financial statements

The consolidated financial statements comprise the Parent and the group enterprises (subsidiaries) that are controlled by the Parent. Control is achieved by the Parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way possibly or actually exercising controlling influence. Enterprises in which the Group, directly or indirectly, holds between 20% and 50% of the voting rights and exercises significant, but not controlling influence are regarded as associates.

Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of Parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income and expenses, intra-group accounts and dividends as well as profits and losses on transactions between the consolidated enterprises are eliminated. The financial statements used for consolidation have been prepared applying the Group's accounting policies.

Accounting policies

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements. Minority interests' pro rata shares of the profit/loss and the net assets are disclosed as separate items in the income statement and the balance sheet, respectively.

Investments in subsidiaries are offset at the pro rata share of such subsidiaries' net assets at the takeover date, with net assets having been calculated at fair value.

Business combinations

Newly acquired or newly established enterprises are recognised in the consolidated financial statements from the time of acquiring or establishing such enterprises. Divested or wound-up enterprises are recognised in the consolidated income statement up to the time of their divestment or winding-up.

The purchase method is applied at the acquisition of new enterprises, under which identifiable assets and liabilities of these enterprises are measured at fair value at the acquisition date. On acquisition of enterprises, provisions are made for costs relating to decided and published restructurings in the acquired enterprise. Allowance is made for the tax effect of restatements.

Positive differences in amount (goodwill) between cost of the acquired share and fair value of the assets and liabilities taken over are recognised under intangible assets, and they are amortised systematically over the income statement based on an individual assessment of their useful life, however, no more than 20 years. Negative differences in amount (negative goodwill), corresponding to an estimated adverse development in the relevant enterprises, are recognised in the balance sheet under deferred income, and they are recognised in the income statement when such adverse development is realised.

Profits or losses from divestment of equity investments

Profits or losses from divestment or winding-up of subsidiaries are calculated as the difference between selling price or settlement price and the carrying amount of the net assets at the time of divestment or winding-up, inclusive of non-amortised goodwill and estimated divestment or winding-up expenses

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date, or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Accounting policies

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Costs of raw materials and consumables

Costs of raw materials and consumables comprise the consumption of raw materials and consumables for the financial year after adjustment for changes in inventories of these goods from the beginning to the end of the year. This item includes shrinkage, if any, and ordinary write-downs of the relevant inventories.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes write-downs of receivables recognised in current assets.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

Income from investments in associates

Income from investments in associates comprises the pro rata share of the individual associates' profit/loss after elimination of internal profits or losses.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, net capital gains on securities, payables and transactions in foreign currencies, amortisation of financial assets as well as tax relief under the Danish Tax Prepayment Scheme etc.

Accounting policies

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Income taxes

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Balance sheet

Intellectual property rights etc

Intellectual property rights etc comprise acquired intellectual property rights.

Acquired intellectual property rights are measured at cost less accumulated amortisation. The amortisation period for rights exceeds five years, as the rights are amortised over their remaining duration which normally represents 10 years.

Acquired intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment

Land and buildings, plant and machinery as well as other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

| | |
|--|-------------|
| Buildings | 10-50 years |
| Other fixtures and fittings, tools and equipment | 3-5 years |

Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Accounting policies

Investments in group enterprises

Investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity plus or minus unamortised positive, or negative, goodwill and minus or plus unrealised intra-group profits or losses.

Group enterprises with negative equity are measured at DKK 0, and any receivables from these enterprises are written down by the Parent's share of such negative equity value if it is deemed irrecoverable. If the negative equity value exceeds the amount receivable, the remaining amount is recognised under provisions if the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to Reserve for net revaluation according to the equity method under equity.

Investments in group enterprises are written down to the lower of recoverable amount and carrying amount.

Investments in associates

Investments in associates are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the associates' equity value plus or minus unamortised positive, or negative, goodwill and minus or plus unrealised pro rata internal profits and losses.

Associates with negative equity are measured at DKK 0, and any receivables from these associates are written down by the share of such negative equity if it is deemed irrecoverable. If the negative equity value exceeds the amount receivable, the remaining amount is recognised under provisions if there is a legal or constructive obligation to cover the liabilities of the relevant associate.

Upon distribution of profit or loss, net revaluation of investments in associates is transferred to Reserve for net revaluation according to the equity method under equity.

Investments in associates are written down to the lower of recoverable amount and carrying amount.

Inventories

Inventories are measured at the lower of cost using weighted average prices and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Accounting policies

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less write-downs for bad and doubtful debts.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and tax-based value of assets and liabilities, for which the tax-based value of assets is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Other investments

Securities recognised under current assets comprise unlisted bonds and investments measured at fair value (market price) at the balance sheet date.

Cash

Cash comprises cash in hand and bank deposits.

Mortgage debt

At the time of borrowing, mortgage debt to mortgage credit institutions is measured at cost which corresponds to the proceeds received less transaction costs incurred. Mortgage debt is subsequently measured at amortised cost. This means that the difference between the proceeds at the time of borrowing and the nominal repayable amount of the loan is recognised in the income statement as a financial expense over the term of the loan applying the effective interest method.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.

Income tax receivable or payable

Current tax payable or receivable is recognised in the balance sheet, stated as tax calculated on this year's taxable income, adjusted for prepaid tax.

Accounting policies

Cash flow statement

The cash flow statement shows cash flows from operating, investing and financing activities as well as cash and cash equivalents at the beginning and the end of the financial year.

Cash flows from operating activities are presented using the indirect method and calculated as the operating profit/loss adjusted for non-cash operating items, working capital changes and income taxes paid.

Cash flows from investing activities comprise payments in connection with acquisition and divestment of enterprises, activities and fixed asset investments as well as purchase, development, improvement and sale, etc of intangible assets and property, plant and equipment, including acquisition of assets held under finance leases.

Cash flows from financing activities comprise changes in the size or composition of the contributed capital and related costs as well as the raising of loans, inception of finance leases, instalments on interest-bearing debt, purchase of treasury shares, and payment of dividend.

Cash and cash equivalents comprise cash less short-term bank debt.

Financial highlights

Financial highlights are defined and calculated in accordance with "Recommendations & Ratios 2015" issued by the Danish Society of Financial Analysts.

| Ratios | Calculation formula | Ratios reflect |
|--------------------------------|--|---|
| Return on equity (%) | $\frac{\text{Profit/loss for the year} \times 100}{\text{Average equity}}$ | The Entity's return on capital invested in the Entity by the owners. |
| Equity ratio (%) | $\frac{\text{Equity} \times 100}{\text{Total assets}}$ | The financial strength of the Entity. |
| Return on capital employed (%) | $\frac{\text{Operating profit/loss} \times 100}{\text{Balance sheet total}}$ | The Entity's ability to generate profits, compared to how much money is invested in total assets. |

Consolidated income statement for 2015

| | <u>Notes</u> | <u>2015 DKK</u> | <u>2014 DKK'000</u> |
|--|--------------|--------------------------|-------------------------|
| Gross profit | | 10.424.520 | 4.057 |
| Depreciation, amortisation and impairment losses | 1 | <u>(801.656)</u> | <u>(1.228)</u> |
| Operating profit/loss | | 9.622.864 | 2.829 |
| Income from investments in associates | | 6.763.976 | 2.028 |
| Other financial income | 2 | 129.164 | 6 |
| Other financial expenses | 3 | <u>(2.336.371)</u> | <u>(4.380)</u> |
| Profit/loss from ordinary activities before tax | | 14.179.633 | 483 |
| Tax on profit/loss from ordinary activities | 4 | <u>(935.173)</u> | <u>1.502</u> |
| Profit/loss for the year | | <u>13.244.460</u> | <u>1.985</u> |
| Proposed distribution of profit/loss | | | |
| Retained earnings | | <u>13.244.460</u> | <u>1.985</u> |
| | | <u>13.244.460</u> | <u>1.985</u> |

Consolidated balance sheet at 31.12.2015

| | <u>Notes</u> | <u>2015 DKK</u> | <u>2014 DKK'000</u> |
|--|--------------|---------------------|-------------------------|
| Acquired rights | | 1.312.500 | 1.575 |
| Intangible assets | 5 | 1.312.500 | 1.575 |
| Land and buildings | | 0 | 31.768 |
| Other fixtures and fittings, tools and equipment | | 172.029 | 286 |
| Property, plant and equipment | 6 | 172.029 | 32.054 |
| Investments in associates | | 0 | 16.506 |
| Fixed asset investments | 7 | 0 | 16.506 |
| Fixed assets | | 1.484.529 | 50.135 |
| Manufactured goods and goods for resale | | 13.085.421 | 9.921 |
| Inventories | | 13.085.421 | 9.921 |
| Trade receivables | | 12.643.591 | 6.515 |
| Receivables from group enterprises | | 1.614.377 | 0 |
| Deferred tax assets | | 1.761.000 | 853 |
| Other short-term receivables | | 0 | 405 |
| Income tax receivable | | 0 | 475 |
| Prepayments | | 0 | 10 |
| Receivables | | 16.018.968 | 8.258 |
| Other investments | | 382.013 | 354 |
| Other investments | | 382.013 | 354 |
| Cash | | 10.801.347 | 4.104 |
| Current assets | | 40.287.749 | 22.637 |
| Assets | | 41.772.278 | 72.772 |

Consolidated balance sheet at 31.12.2015

| | <u>Notes</u> | <u>2015 DKK</u> | <u>2014 DKK'000</u> |
|--|--------------|---------------------|-------------------------|
| Contributed capital | | 500.000 | 500 |
| Retained earnings | | 17.443.587 | 3.788 |
| Equity | | 17.943.587 | 4.288 |
| | | | |
| Mortgage debts | | 0 | 11.713 |
| Deposits | | 0 | 450 |
| Payables to group enterprises | | 0 | 31.188 |
| Other payables | | 0 | 5.969 |
| Non-current liabilities other than provisions | | 0 | 49.320 |
| | | | |
| Current portion of long-term liabilities other than provisions | | 0 | 167 |
| Bank loans | | 4 | 4.449 |
| Prepayments received from customers | | 0 | 1.145 |
| Trade payables | | 17.011.110 | 9.030 |
| Payables to group enterprises | | 0 | 2.364 |
| Income tax payable | | 1.859.879 | 0 |
| Other payables | | 4.957.698 | 2.009 |
| Current liabilities other than provisions | | 23.828.691 | 19.164 |
| | | | |
| Liabilities other than provisions | | 23.828.691 | 68.484 |
| | | | |
| Equity and liabilities | | 41.772.278 | 72.772 |
| | | | |
| Contingent liabilities | 9 | | |

Consolidated statement of changes in equity for 2015

| | Contributed capital DKK | Retained earnings DKK | Total DKK |
|---------------------------|--|--------------------------------------|----------------------|
| Equity beginning of year | 500.000 | 3.788.127 | 4.288.127 |
| Other adjustments | 0 | 537.255 | 537.255 |
| Tax of equity postings | 0 | (126.255) | (126.255) |
| Profit/loss for the year | 0 | 13.244.460 | 13.244.460 |
| Equity end of year | 500.000 | 17.443.587 | 17.943.587 |

Consolidated cash flow statement for 2015

| | <u>Notes</u> | <u>2015 DKK</u> | <u>2014 DKK'000</u> |
|--|--------------|---------------------|-------------------------|
| Operating profit/loss | | 9.622.864 | 2.829 |
| Amortisation, depreciation and impairment losses | | 801.656 | 1.228 |
| Working capital changes | 8 | <u>905.518</u> | <u>11.030</u> |
| Cash flow from ordinary operating activities | | 11.330.038 | 15.087 |
| Financial income received | | 129.164 | 97 |
| Financial income paid | | (2.336.371) | (4.471) |
| Income taxes refunded/(paid) | | 365.451 | 1.169 |
| Other cash flows | | <u>537.255</u> | <u>841</u> |
| Cash flows from operating activities | | 10.025.537 | 12.723 |
| Acquisition etc of property, plant and equipment | | 0 | (215) |
| Sale of property, plant and equipment | | 31.343.824 | 0 |
| Sale of fixed asset investments | | 21.270.000 | 0 |
| Dividends received from associates | | <u>2.000.000</u> | <u>1.300</u> |
| Cash flows from investing activities | | 54.613.824 | 1.085 |
| Instalments on loans etc | | (18.298.881) | (120) |
| Repayment of debt to group enterprises | | <u>(35.166.003)</u> | <u>(2.272)</u> |
| Cash flows from financing activities | | (53.464.884) | (2.392) |
| Increase/decrease in cash and cash equivalents | | 11.174.477 | 11.416 |
| Cash and cash equivalents beginning of year | | <u>8.883</u> | <u>(11.407)</u> |
| Cash and cash equivalents end of year | | 11.183.360 | 9 |
| Cash and cash equivalents at year-end are composed of: | | | |
| Cash | | 10.801.347 | 4.104 |
| Securities | | 382.013 | 354 |
| Short-term debt to banks | | <u>0</u> | <u>(4.449)</u> |
| Cash and cash equivalents end of year | | 11.183.360 | 9 |

Notes to consolidated financial statements

| | 2015 DKK | 2014 DKK'000 |
|--|---------------------------|-------------------------------|
| 1. Depreciation, amortisation and impairment losses | | |
| Amortisation of intangible assets | 262.500 | 263 |
| Depreciation of property, plant and equipment | 626.634 | 965 |
| Profit/loss from sale of intangible assets and property, plant and equipment | (87.478) | 0 |
| | 801.656 | 1.228 |
| | | |
| | 2015 DKK | 2014 DKK'000 |
| 2. Other financial income | | |
| Fair value adjustments | 28.166 | 0 |
| Other financial income | 100.998 | 6 |
| | 129.164 | 6 |
| | | |
| | 2015 DKK | 2014 DKK'000 |
| 3. Other financial expenses | | |
| Financial expenses from group enterprises | 1.583.025 | 2.018 |
| Other financial expenses | 753.346 | 2.362 |
| | 2.336.371 | 4.380 |
| | | |
| | 2015 DKK | 2014 DKK'000 |
| 4. Tax on profit/loss from ordinary activities | | |
| Tax on current year taxable income | 1.823.879 | (166) |
| Change in deferred tax for the year | (603.473) | (30) |
| Adjustment concerning previous years | (285.233) | (1.306) |
| | 935.173 | (1.502) |

Notes to consolidated financial statements

| | | Acquired rights DKK |
|---|---------------------------------------|---|
| 5. Intangible assets | | |
| Cost beginning of year | | 2.625.000 |
| Cost end of year | | 2.625.000 |
| Amortisation and impairment losses beginning of year | | (1.050.000) |
| Amortisation for the year | | (262.500) |
| Amortisation and impairment losses end of year | | (1.312.500) |
| Carrying amount end of year | | 1.312.500 |
| | | Other fix- tures and fittings, tools and equipment DKK |
| | Land and buildings DKK | |
| 6. Property, plant and equipment | | |
| Cost beginning of year | 37.216.294 | 847.320 |
| Disposals | (37.216.294) | (537.253) |
| Cost end of year | 0 | 310.067 |
| Depreciation and impairment losses beginning of the year | (5.447.806) | (560.799) |
| Depreciation for the year | (547.958) | (78.676) |
| Reversal regarding disposals | 5.995.764 | 501.437 |
| Depreciation and impairment losses end of the year | 0 | (138.038) |
| Carrying amount end of year | 0 | 172.029 |

Notes to consolidated financial statements

| | Investments in associates DKK |
|------------------------------------|--|
| 7. Fixed asset investments | |
| Cost beginning of year | 12.125.000 |
| Disposals | (12.125.000) |
| Cost end of year | 0 |
| Revaluations beginning of year | 4.381.024 |
| Share of profit/loss for the year | 2.770.390 |
| Dividend | (2.000.000) |
| Reversal regarding disposals | (5.151.414) |
| Revaluations end of year | 0 |
| Carrying amount end of year | 0 |

| | 2015 DKK | 2014 DKK'000 |
|---|---------------------|-------------------------|
| 8. Change in working capital | | |
| Increase/decrease in inventories | (3.164.602) | 8.397 |
| Increase/decrease in receivables | (5.713.428) | 6.881 |
| Increase/decrease in trade payables etc | 9.783.548 | (4.248) |
| | 905.518 | 11.030 |

9. Contingent liabilities

The Company participates in a Danish joint taxation arrangement with other Danish consolidated companies. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from the financial year 2013 for income taxes etc for the jointly taxed companies and from 1 July 2012 also for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

Parent income statement for 2015

| | <u>Notes</u> | <u>2015 DKK</u> | <u>2014 DKK'000</u> |
|--|--------------|--------------------------|-------------------------|
| Gross loss | | (203.337) | (86) |
| Depreciation, amortisation and impairment losses | 1 | 124.184 | (107) |
| Operating profit/loss | | (79.153) | (193) |
| Income from investments in group enterprises | | 6.436.673 | 179 |
| Income from investments in associates | | 6.763.976 | 2.028 |
| Other financial income | 2 | 82.136 | 46 |
| Other financial expenses | 3 | (1.145.664) | (1.726) |
| Profit/loss from ordinary activities before tax | | 12.057.968 | 334 |
| Tax on profit/loss from ordinary activities | 4 | 1.186.492 | 1.651 |
| Profit/loss for the year | | <u>13.244.460</u> | <u>1.985</u> |
| Proposed distribution of profit/loss | | | |
| Retained earnings | | 13.244.460 | 1.985 |
| | | <u>13.244.460</u> | <u>1.985</u> |

Parent balance sheet at 31.12.2015

| | <u>Notes</u> | <u>2015 DKK</u> | <u>2014 DKK'000</u> |
|--|--------------|---------------------|-------------------------|
| Other fixtures and fittings, tools and equipment | | 0 | 36 |
| Property, plant and equipment | 5 | <u>0</u> | <u>36</u> |
| Investments in group enterprises | | 18.265.337 | 13.918 |
| Investments in associates | | 0 | 16.506 |
| Fixed asset investments | 6 | <u>18.265.337</u> | <u>30.424</u> |
| Fixed assets | | <u>18.265.337</u> | <u>30.460</u> |
| Receivables from group enterprises | | 1.614.377 | 0 |
| Deferred tax assets | | 1.837.000 | 1.215 |
| Income tax receivable | | 296.732 | 445 |
| Receivables | | <u>3.748.109</u> | <u>1.660</u> |
| Other investments | | 280.000 | 280 |
| Other investments | | <u>280.000</u> | <u>280</u> |
| Cash | | <u>2.177</u> | <u>2</u> |
| Current assets | | <u>4.030.286</u> | <u>1.942</u> |
| Assets | | <u>22.295.623</u> | <u>32.402</u> |

Parent balance sheet at 31.12.2015

| | <u>Notes</u> | <u>2015 DKK</u> | <u>2014 DKK'000</u> |
|--|--------------|---------------------|-------------------------|
| Contributed capital | 7 | 500.000 | 500 |
| Retained earnings | | 17.443.587 | 3.788 |
| Equity | | 17.943.587 | 4.288 |
| Payables to group enterprises | | 0 | 20.000 |
| Non-current liabilities other than provisions | | 0 | 20.000 |
| Payables to group enterprises | | 4.239.536 | 8.014 |
| Other payables | | 112.500 | 100 |
| Current liabilities other than provisions | | 4.352.036 | 8.114 |
| Liabilities other than provisions | | 4.352.036 | 28.114 |
| Equity and liabilities | | 22.295.623 | 32.402 |
| Contingent liabilities | 8 | | |
| Mortgages and securities | 9 | | |
| Related parties with controlling interest | 10 | | |
| Ownership | 11 | | |

Parent statement of changes in equity for 2015

| | Contributed capital DKK | Retained earnings DKK | Total DKK |
|---------------------------|--|--------------------------------------|----------------------|
| Equity beginning of year | 500.000 | 3.788.127 | 4.288.127 |
| Other adjustments | 0 | 537.255 | 537.255 |
| Tax of equity postings | 0 | (126.255) | (126.255) |
| Profit/loss for the year | 0 | 13.244.460 | 13.244.460 |
| Equity end of year | 500.000 | 17.443.587 | 17.943.587 |

Notes to parent financial statements

| | 2015 DKK | 2014 DKK'000 |
|--|---------------------------|-------------------------------|
| 1. Depreciation, amortisation and impairment losses | | |
| Depreciation of property, plant and equipment | 0 | 107 |
| Profit/loss from sale of intangible assets and property, plant and equipment | (124.184) | 0 |
| | (124.184) | 107 |
| 2. Other financial income | | |
| Financial income arising from group enterprises | 82.136 | 46 |
| | 82.136 | 46 |
| 3. Other financial expenses | | |
| Financial expenses from group enterprises | 1.145.662 | 1.726 |
| Interest expenses | 2 | 0 |
| | 1.145.664 | 1.726 |
| 4. Tax on profit/loss from ordinary activities | | |
| Tax on current year taxable income | (296.732) | (445) |
| Change in deferred tax for the year | (621.673) | 0 |
| Adjustment concerning previous years | (268.087) | (1.206) |
| | (1.186.492) | (1.651) |

Notes to parent financial statements

| | Other fixtures and fittings, tools and equipment DKK |
|---|---|
| 5. Property, plant and equipment | |
| Cost beginning of year | 537.253 |
| Disposals | (537.253) |
| Cost end of year | 0 |
| Depreciation and impairment losses beginning of the year | (501.437) |
| Reversal regarding disposals | 501.437 |
| Depreciation and impairment losses end of the year | 0 |
| Carrying amount end of year | 0 |

| | Investments in group enterprises DKK | Investments in associates DKK |
|------------------------------------|---|--|
| 6. Fixed asset investments | | |
| Cost beginning of year | 18.306.637 | 12.125.000 |
| Disposals | (11.000.000) | (12.125.000) |
| Cost end of year | 7.306.637 | 0 |
| Revaluations beginning of year | (4.388.973) | 4.381.024 |
| Share of profit/loss for the year | 6.473.379 | 2.770.390 |
| Other adjustments | 411.000 | (2.000.000) |
| Reversal regarding disposals | 8.463.294 | (5.151.414) |
| Revaluations end of year | 10.958.700 | 0 |
| Carrying amount end of year | 18.265.337 | 0 |

| | Registered in | Corporate form | Equity interest % |
|-------------------------------------|----------------------|-----------------------|--------------------------|
| Investments in associates comprise: | | | |
| Scandinavian Chemicals A/S | Copenhagen | A/S | 100,0 |
| Via Stresa ApS | Copenhagen | ApS | 100,0 |

Notes to parent financial statements

| | <u>Number</u> | <u>Par value DKK</u> | <u>Nominal value DKK</u> |
|-------------------------------|---------------|--------------------------|----------------------------------|
| 7. Contributed capital | | | |
| Ordinary shares | 500 | 1.000 | 500.000 |
| | 500 | | 500.000 |

8. Contingent liabilities

The Company participates in a Danish joint taxation arrangement with other Danish consolidated companies. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from the financial year 2013 for income taxes etc for the jointly taxed companies and from 1 July 2012 also for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

9. Mortgages and securities

The Entity has guaranteed the subsidiary HLC-Hans Lautrup Copenhagen A/S' bank balance. There is no maximum limit of the guarantee.

10. Related parties with controlling interest

Related parties with a controlling interest regarding the HLC Holding A/S Group:

- Lautrup Swiss SA, Rue de Hesse 12, 1204 Geneva, Switzerland.

Other related parties with whom the HLC Holding A/S Group has had transactions in 2015:

- Enterprises, in which Lautrup Swiss SA has controlling interest as well as the Company's Executive Board and Board of Directors.

Transactions between related parties and the HLC Holding A/S Group in 2015:

- The Group has balances with enterprises, in which Lautrup Swiss SA has controlling interest. Balances carry interest equal to the market rate.

Transactions with related parties have been carried out at arm's length.

11. Ownership

The company has registered the following shareholder to hold more than 5% of the voting share capital or of the nominal value of the share capital:

Lautrup Swiss SA, Rue de Hesse 12, 1204 Geneva, Switzerland.