

Musholm A/S

Strandvejen 101, 4281 Goerlev

Company reg. no. 17 89 59 07

Annual report

1 April 2015 - 31 March 2016

The annual report have been submitted and approved by the general meeting on the 22 August 2016.

Michael Budtz
Chairman of the meeting

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Notes:

- To ensure the greatest possible applicability of this document, British English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Management's report

The board of directors and the managing director have today presented the annual report of Musholm A/S for the financial year 1 April 2015 to 31 March 2016.

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

We consider the accounting policies used appropriate, and in our opinion, the consolidated annual accounts and the annual accounts provide a true and fair view of the assets, the liabilities and the financial position, consolidated and for the company respectively as on 31 March 2016, and of the results of the activities, consolidated and of the company respectively and of consolidated cash flows in the financial year 1 April 2015 to 31 March 2016.

We are of the opinion that the management's review includes a fair description of the issues dealt with.

The annual report is recommended for approval by the general meeting.

Goerlev, 22 August 2016

Managing Director

Niels Ebbe Dalsgaard
CEO

Board of directors

Michael Budtz
Chairman

Niels Ebbe Dalsgaard

Koichi Okamura

Jacob Stenholm Jensen

The independent auditor's reports

To the shareholders of Musholm A/S

Report on the consolidated annual accounts and the annual accounts

We have audited the consolidated annual accounts and the annual accounts of Musholm A/S for the financial year 1 April 2015 to 31 March 2016, which comprise accounting policies used, profit and loss account, balance sheet and notes, consolidated and for the company respectively and consolidated cash flow statement. The consolidated annual accounts and the annual accounts are prepared in accordance with the Danish Financial Statements Act.

The management's responsibility for the consolidated annual accounts and the annual accounts

The management is responsible for the preparation of consolidated annual accounts and annual accounts that give a true and fair view in accordance with the Danish Financial Statements Act. Furthermore, the management is responsible for such internal control considered necessary in order to prepare consolidated annual accounts and annual accounts 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 annual accounts and the annual accounts 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 the consolidated annual accounts and the annual accounts are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated annual accounts and the annual accounts. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements in the consolidated annual accounts and the annual accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of consolidated annual accounts and annual accounts 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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as the overall presentation of the consolidated annual accounts and the annual accounts.

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

The audit has not resulted in any qualification.

The independent auditor's reports

Opinion

In our opinion, the consolidated annual accounts and the annual accounts give a true and fair view of the assets, liabilities and financial position, consolidated and for the company respectively at 31 March 2016 and of the results of the company's operations, consolidated and for the company respectively and of consolidated cash flows for the financial year 1 April 2015 to 31 March 2016 in accordance with the Danish Financial Statements Act.

Statement on the management's review

Pursuant to the Danish Financial Statements Act, we have read the management's review. We have not performed any further procedures in addition to the performed audit of the consolidated annual accounts and the annual accounts. On this basis, it is our opinion that the information provided in the management's review is consistent with the consolidated annual accounts and the annual accounts.

Copenhagen, 22 August 2016

Redmark

Statsautoriseret Revisionspartnerselskab
Company reg. no. 29 44 27 89

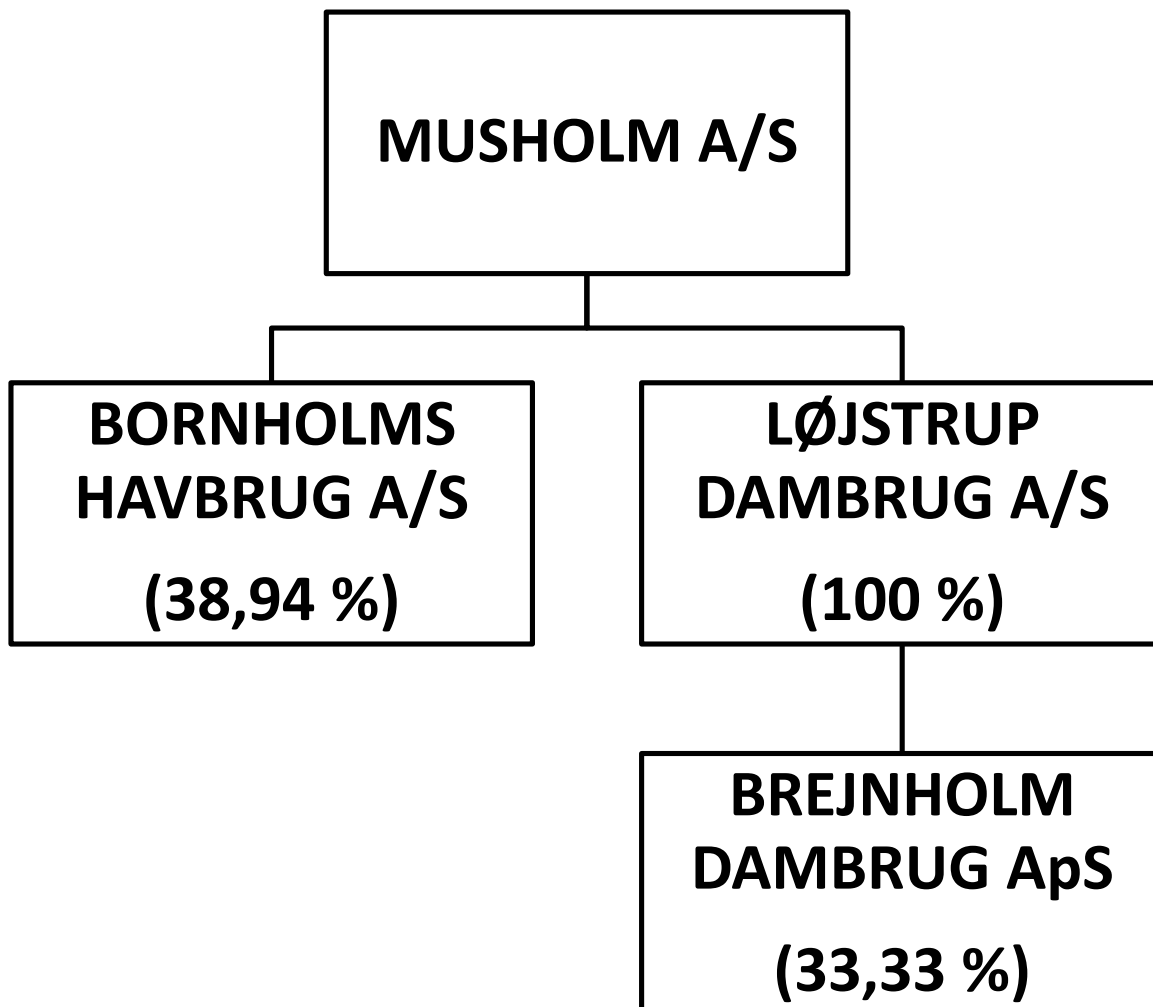
Anders Schelde-Møllerup Funder

State Authorised Public Accountant

Company data

The company	Musholm A/S Strandvejen 101 4281 Goerlev
	Phone +45 58 85 90 07
	Company reg. no. 17 89 59 07
	Financial year: 1 April - 31 March 32nd financial year
Board of directors	Michael Budtz, Chairman Niels Ebbe Dalsgaard Koichi Okamura Jacob Stenholm Jensen
Managing Director	Niels Ebbe Dalsgaard, CEO
Auditors	Redmark, Statsautoriseret Revisionspartnerselskab Dirch Passers Allé 76 2000 Frederiksberg
Bankers	Spar Nord Bank A/S, Slotsvolden 7, 4300 Holbaek
Lawyer	Kromann Reumert Advokatfirma, Sundkrogsgade 5, 2100 Copenhagen
Subsidiary	Loejstrup Dambrug A/S, Goerlev
Associated enterprises	Brejnholm Dambrug ApS, Toerring Bornholms Havbrug A/S, Nexoe

Group structure



Consolidated financial highlights

DKK in thousands.	<u>2015/16</u>	<u>2014/15</u>	<u>2013/14</u>	<u>2012/13</u>	<u>2011/12</u>
Profit and loss account:					
Net turnover	216.169	204.953	244.587	200.413	186.354
Results from operating activities	5.435	7.515	16.322	7.619	11.247
Net financials	-2.476	-2.756	-1.977	-1.979	-1.309
Results for the year	2.236	3.430	11.466	4.315	7.360
Balance sheet:					
Balance sheet sum	97.530	108.457	93.546	81.574	74.904
Equity	46.087	43.851	40.421	28.954	24.591
Cash flow:					
Operating activities	23.098	-1.325	10.693	10.238	16.481
Investment activities	-11.610	-9.489	-11.668	-7.693	-7.163
Financing activities	-11.364	10.908	162	-2.997	-8.064
Cash flow in total	124	94	-813	-452	1.254
Employees:					
Average number of full time employees	47	46	43	40	35
Key figures in %: *)					
Gross margin	9,3	9,4	12,3	10,0	13,7
Profit margin	2,5	3,7	6,7	3,8	6,0
Solvency ratio	47,3	40,4	43,2	35,5	32,8
Return on equity	5,0	8,1	33,1	16,1	35,2

*) The key figures have been laid out in accordance with the publication "Anbefalinger & Nøgletal 2015" ("Recommendations & Key Figures 2015") published by the CFA Society Denmark. As to definitions, please see the section on accounting policies used.

Financial highlights for the parent company

DKK in thousands.	<u>2015/16</u>	<u>2014/15</u>	<u>2013/14</u>	<u>2012/13</u>	<u>2011/12</u>
Profit and loss account:					
Net turnover	215.702	204.122	243.888	200.372	185.748
Results from operating activities	4.036	6.208	15.153	6.238	11.875
Net financials	-1.206	-1.548	-754	-649	-1.607
Results for the year	2.236	3.430	11.466	4.315	10.376
Balance sheet:					
Balance sheet sum	87.463	94.523	82.209	73.308	68.533
Equity	46.087	43.851	40.421	28.955	24.592
Key figures in %: *)					
Gross margin	7,9	7,9	11,2	8,6	13,3
Profit margin	1,9	3,0	6,2	3,1	6,4
Solvency ratio	52,7	46,4	49,2	39,5	35,9
Return on equity	5,0	8,1	33,1	16,1	35,2

*) The key figures have been laid out in accordance with the publication "Anbefalinger & Nøgletal 2015" ("Recommendations & Key Figures 2015") published by the CFA Society Denmark. As to definitions, please see the section on accounting policies used.

Management's review

The significant activities of the group

Musholm A/S is an aquaculture company - farming, processing and selling trout and trout roe. The aquaculture activities are carried out at smolt stations in Jutland and sea farms in the Great Belt. The processing activities are taking place at factories in Reersoe and Korsoer.

Furthermore, the company is trading fish products from other Danish and foreign producers. Approx. 85% of the annual turnover came from export sales primarily to markets in Western and Eastern Europe and Southeast Asia.

Development in activities and financial matters

Musholm A/S

The production of trout on the sea farms went well – from start in April, feeding and growth until the harvest from October. The global market for salmon and roe was characterized by very low prices for all the year.

A positive annual result for the Musholm group of 2,2 mill. dkk after tax was realized, which must be characterized as satisfactory when considering the difficult market situation.

The company group could not completely fulfill the expectations for profit forecast that were outlined in the annual report for 2014/2015. Musholm has continued the process of completing the environmental certification of new sea farms and smolt stations and await that the central environmental agencies will start processing the applications.

Loejstrup Dambrug A/S

The production of trout on the smolt stations went well. Loejstrup Dambrug A/S is a subsidiary company of Musholm A/S and produces mainly trout eggs, juveniles and smolt to the mother company on several hatcheries and smolt stations. Loejstrup Dambrug A/S has realized a result of 1,0 mill.dkk after tax which must be characterized as satisfactory.

General risks

The company group's risks can generally be divided into 4 categories that relate to aquaculture, processing, commercial and political conditions.

Aquaculture

Aquaculture with farming of trout at hatchery, smolt stations and sea farm contains varying risks.

Among the most significant challenges are disease, extreme weather conditions, breakdown of machinery, natural flora and fauna, biological conditions (growth, genetics, breeding, feed quality) and physical damages. These risks are all fundamental conditions in aquaculture and prevention of them are a part of the daily operations. Damages and losses can be partly covered by insurance agreements.

Management's review

Processing

Processing involves risks related to quality at the same level as other food producers. To cover these risks work is being done with food safety, traceability and HACCP-procedures in the processing and the risks can to some extent be covered with insurances for product responsibility.

Commercial risks

Exports sales of trout and roe is, among other things, challenged by debtor – and currency risks, technical trade barriers, price dumping of salmon and trout from foreign producers and changing international market conditions. Debtors can be credit insured and currency positions can be hedged with forward exchange transactions.

Political risks

As political risks we can include the especially restrictive Danish environmental regulations, which increase the cost level and limit the possibilities for development compared with competing producers in Europe, protectionism on foreign markets and negative media campaigns about salmon and aquaculture.

The expected development

Musholm A/S

A positive result is expected for the coming production year 2016/2017 with good demand for sea farmed trout and an improvement in the market situation for trout roe.

Loejstrup Dambrug A/S

A positive result is expected for the coming production year 2016/2017.

Events subsequent to the financial year

No events materially affecting the assessment of the Annual report have occurred after the balance sheet day.

Accounting policies used

The annual report for Musholm A/S is presented in accordance with those regulations of the Danish Financial Statements Act concerning companies identified as class C enterprises (medium sized enterprises).

The accounting policies used are unchanged compared to last year, and the annual accounts are presented in Danish kroner (DKK).

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the group is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the group is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concerns matters existing on the balance sheet date.

Translation of foreign currency

Transactions in foreign currency are translated by using the exchange rate prevailing at the date of the transaction. Differences in the rate of exchange arising between the rate at the date of transaction and the rate at the date of payment are recognised in the profit and loss account as an item under net financials.

Debtors, creditors, and other monetary items in foreign currency, which are not settled at the date of the balance sheet, are translated by using the closing rate. The difference between the closing rate and the rate at the time of establishment of the receivable or the payable is recognised in the profit and loss account under financial income and financial costs.

Accounting policies used

The consolidated annual accounts

The consolidated annual accounts comprise the parent company Musholm A/S and those group enterprises of which Musholm A/S directly or indirectly owns more than 50 % of the voting rights or in other ways has controlling interest. As it appears from the group chart, enterprises of which the group owns between 20 and 50 % of the voting rights and exercises considerable, but not controlling interest are considered associated enterprises.

The consolidated annual accounts are prepared by consolidating the audited annual accounts statements. Intra group items, including revenue, interest and intra group borrowings are eliminated for the purposes of the consolidation.

The profit and loss account

Net turnover

The net turnover is recognised in the profit and loss account if delivery and risk transfer to the buyer have taken place before the end of the year, and if the income can be determined reliably and is expected to be received. The net turnover is recognised exclusive of VAT and taxes and with the deduction of any discounts granted in connection with the sale.

Cost of sales

Cost of sales include costs for the purchase of raw materials and consumables less discounts and changes in inventories.

Staff costs

Staff costs include salaries and wages including holiday allowances, pensions and other costs for social security etc. for staff members. Staff costs are less public reimbursements.

Other external costs

Other external costs comprise costs for distribution, sales, advertisement, administration, premises, loss on debtors, and operational leasing costs.

Depreciation, amortisation and writedown

Depreciation, amortisation and writedown comprise depreciation, amortisation and writedown for the year and gains and losses on disposal of intangible and tangible fixed assets.

Net financials

Financial income and expenses include interest as well as realised and unrealised foreign exchange adjustments on receivables and liabilities. Net financials are recognised with the amounts concerning the financial year.

Accounting policies used

Results from equity investments in group enterprises and associated enterprises

After full elimination of intercompany profit or loss and deduction of amortisation of consolidated goodwill, the equity investment in the individual group and associated enterprises are recognised in the profit and loss account at a proportional share of the group enterprises' results after tax.

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

The parent enterprise and the Danish group enterprises are subject to the Danish rules on compulsory joint taxation of the consolidated Danish enterprises. The parent enterprise acts as an administration company in relation to the joint taxation. This means that the total Danish tax payable of the income of the Danish consolidated companies is paid to the tax authorities by the company.

The current Danish corporate tax is allocated among the jointly taxed companies in proportion to their respective taxable income (full allocation with reimbursement of tax losses).

The balance sheet

Intangible fixed assets

Farming licenses and rights

Farming licenses and rights relates to farming and feed licenses and is measured at cost with deduction of accumulated amortisation. Farming licenses is amortised on a straight-line basis over 20 years.

Farming licenses and rights are without any time limit and depreciation is therefore according to maximum of useful life.

Tangible fixed assets

Tangible fixed assets are measured at cost with deduction of accrued depreciation and writedown. Land is not depreciated.

The basis of depreciation is cost with deduction of any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the book value, the amortisation discontinues.

If the amortisation period or the residual value is changed, the effect on amortisation will in the future be recognised as a change in the accounting estimates.

The cost comprises the acquisition cost and costs directly attached to the acquisition until the time when the asset is ready for use.

Accounting policies used

The cost of a total asset is divided into separate components. These components are depreciated separately, the useful lives of each individual components differing.

Depreciation takes place on a straight line basis and based on an evaluation of the expected useful life:

Buildings	20 years
Production equipment	10 years
Production facilities	5-10 years
Other plants, operating assets, fixtures and furniture	5 years
Decoration rented premises	5 years

Minor assets with an expected useful life of less than 1 year are recognised as costs in the profit and loss account in the year of acquisition.

Profit or loss deriving from the sales of tangible fixed assets is measured as the difference between the sales price reduced by the selling costs and the book value at the time of the sale. Profit or loss is recognised in the profit and loss account under depreciation.

Leases

All leases are considered operating leases. Benefits relating to operating leases and other leases are recognized in the profit and loss account over the contract term. The company's total commitment concerns operating leases are disclosed in the notes.

Decoration of rented premises

Decoration of rented premises are measured at cost with deduction of accrued depreciation. Depreciation takes place on a straight-line basis over the estimated useful life of the asset, which is set at 5 years.

Financial fixed assets

Equity investments in group enterprises and associated enterprises

Equity investments in group enterprises and associated enterprises are recognised in the balance sheet at a proportional share under the equity method, the value being calculated on the basis of the accounting policies of the parent company by the deduction or addition of unrealised intercompany profits and losses, and with the addition or deduction of residual value of positive or negative goodwill measured by applying the acquisition method.

Inventories

Raw materials and auxiliaries are measured at cost.

Works in progress and manufactured goods are measured at cost comprising costs of raw materials and auxiliaries with the addition of production costs as well as other costs that can directly or indirectly be attributed to the produced goods.

Accounting policies used

Trade goods are measured at cost or net realization value if this is lower.

Debtors

Debtors are measured at amortised cost which usually corresponds to face value. In order to meet expected losses, writedown takes place at the net realisable value.

Accrued income and deferred expenses

Accrued income and deferred expenses recognised under assets comprise incurred costs concerning the next financial year.

Available funds

Available funds comprise cash at bank and in hand.

Corporate tax and deferred tax

Current tax receivable and tax liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on previous years' taxable income and prepaid taxes. Tax receivable and tax liabilities are set off to the extent that legal right of set-off exists and if the items are expected to be settled net or simultaneously.

Musholm A/S is jointly taxed with the Danish group companies and acts in this respect as the administration company. According to the rules of joint taxation, Musholm A/S is unlimited, jointly and severally liable towards the Danish tax authorities for the total corporation tax, including withholding tax on interest, royalties and dividends, arising within the jointly taxed group of companies.

Payable and receivable joint taxation contributions are recognised in the balance sheet as "Receivable corporate tax" or "Payable corporate tax".

Deferred tax is measured on the basis of all temporary differences in assets and liabilities with a balance sheet focus.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation on the balance sheet date and prevailing when the deferred tax is expected to be released as current tax. In the period 2014 to 2016, the corporate tax rate will be reduced gradually from 25 % to 22 %, which will affect the deferred tax liabilities and deferred tax assets. Unless a recognition with a different tax rate than 22 % will result in a significant material deviation in the estimated deferred tax liability or tax asset, deferred tax liabilities and assets are recognised by 22 %.

Other provisions

Provisions comprise expected costs for restructuring, group enterprise etc. Provisions are recognised when the group has a legal or actual liability which is due to a previous event and when it is likely that the settlement of the liability will result in expenditure of the financial resources of the group.

Accounting policies used

If the settlement of the liability is expected to take place in some remote future, provisions are measured at the net realisable value or at fair value.

Guarantee liabilities comprise liabilities for repairs within the guarantee period of 1-5 years. The provisions are measured at the net realisable value and recognised on basis of the obtained experience with guarantee work. If provisions have an expected due date later than 1 year from the balance sheet date, they are discounted at the average bond interest.

By the acquisition of enterprises, provisions for restructurings within the acquired enterprise are included in the acquisition sum and thereby in the goodwill or the group goodwill to the extent they have been decided at the time of acquisition at the latest.

When it is likely that the total costs will exceed the total income of work in progress for the account of others, provisions are made for the total loss expected on the contract. Provisions are recognised as costs under production costs.

Liabilities

Financial liabilities are recognized at the borrowing proceeds received less incurred transaction costs. In subsequent periods, financial liabilities are measured at amortized cost.

Other liabilities are measured at net realizable value.

Loans in foreign currencies

Loans in foreign currencies are recognised in the balance sheet at the exchange rate of the day of transaction, to the extent there has been no hedging.

Foreign-exchange forward contracts

Only settled foreign-exchange forward contracts are recognised in the profit and loss account.

The cash flow statement

The cash flow statement shows the cash flow of the group for the year, divided in cash flows deriving from operating activities, investment activities, and financing activities respectively, the changes in the liabilities, and the available funds at the beginning and the end of the year respectively.

The effect of cash flow deriving from purchase and sale of enterprises appears separately under cash flow from investment activities. In the cash flow statement, cash flow deriving from purchased enterprises is recognised as of the date of acquisition, and cash flow deriving from sold enterprises is recognised until the sales date.

Cash flow from operating activities

Cash flow from operating activities are calculated as the results for the year adjusted for non-cash operating items, the change in the working capital, and corporate tax paid.

Accounting policies used

Cash flow from investment activities

Cash flow from investment activities comprises payments in connection with the acquisition and sale of enterprises and activities and payments related to the acquisition and sale of fixed assets.

Cash flow from financing activities

Cash flow from financing activities comprises changes in the size or the composition of the share capital and the costs in this connection. Furthermore, these activities comprise borrowings, installments on interestbearing debt, and payment of dividend to the shareholders.

Available funds

Available funds comprise cash funds and short term securities which can easily be converted into cash funds and on which only an insignificant risk of value changes exists.

The key figures

The key figures have been laid out in accordance with the publication "Anbefalinger & Nøgletal 2015" ("Recommendations & Key Figures 2015") published by the CFA Society Denmark.

The key figures in the survey appear as follows:

Gross margin	$\frac{\text{Gross results} \times 100}{\text{Net turnover}}$
Profit margin (EBIT margin)	$\frac{\text{Results from primary activities (EBIT)} \times 100}{\text{Net turnover}}$
Liquidity ratio	$\frac{\text{Current assets} \times 100}{\text{Short-term liabilities}}$
Equity share	$\frac{\text{Equity, closing balance} \times 100}{\text{Assets in total, closing balance}}$
Return on equity	$\frac{\text{Results for the year} \times 100}{\text{Average equity}}$

Profit and loss account 1 April - 31 March

DKK in thousands.

<u>Note</u>	Group		Parent enterprise	
	<u>2015/16</u>	<u>2014/15</u>	<u>2015/16</u>	<u>2014/15</u>
1 Net turnover	216.169	204.953	215.702	204.122
Change in inventories of finished goods and work in progress	1.422	3.766	3.441	1.987
Raw materials and consumables used	-193.952	-185.411	-199.333	-186.490
Other external costs	<u>-3.492</u>	<u>-4.038</u>	<u>-2.858</u>	<u>-3.472</u>
Gross results	20.147	19.270	16.952	16.147
2 Staff costs	-6.883	-6.646	-6.759	-6.438
3 Depreciation, amortisation and writedown relating to tangible and intangible fixed assets	<u>-7.829</u>	<u>-5.109</u>	<u>-6.157</u>	<u>-3.501</u>
Operating profit	5.435	7.515	4.036	6.208
Income from equity investments in group enterprises	0	0	963	579
Income from equity investments in associated enterprises	-292	-338	-790	-500
Other financial income from group enterprises	0	0	294	277
Other financial income	44	72	44	72
4 Other financial costs	<u>-2.228</u>	<u>-2.490</u>	<u>-1.717</u>	<u>-1.976</u>
Results before tax	2.959	4.759	2.830	4.660
5 Tax on ordinary results	<u>-723</u>	<u>-1.329</u>	<u>-594</u>	<u>-1.230</u>
Results for the year	2.236	3.430	2.236	3.430

Proposed distribution of the results:

Reserves for net revaluation as per the equity method	173	80
Allocated to results brought forward	<u>2.063</u>	<u>3.350</u>
Distribution in total	2.236	3.430

Balance sheet 31 March

DKK in thousands.

<u>Note</u>	Group		Parent enterprise	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Assets				
Fixed assets				
6	4.489	2.707	1.076	1.379
	4.489	2.707	1.076	1.379
7	5.677	4.681	2.179	2.382
8	31.530	31.412	25.463	25.736
9	5.137	4.478	1.360	1.475
10	154	258	154	258
11	90	0	0	0
	42.588	40.829	29.156	29.851
12	0	0	6.271	5.308
13	1.863	1.415	0	0
	1.863	1.415	6.271	5.308
Fixed assets in total	48.940	44.951	36.503	36.538

Balance sheet 31 March

DKK in thousands.

Assets		Group		Parent enterprise	
		2016	2015	2016	2015
<u>Note</u>					
Current assets					
14	Inventory	38.129	48.281	24.044	31.841
	Inventories in total	38.129	48.281	24.044	31.841
	Trade debtors	5.858	7.710	5.607	7.205
	Amounts owed by group enterprises	0	0	18.373	12.966
	Receivable corporate tax	595	0	595	0
	Other debtors	1.931	4.985	431	4.117
	Accrued income and deferred expenses	1.771	2.348	1.607	1.681
	Debtors in total	10.155	15.043	26.613	25.969
	Cash funds	306	182	303	175
	Current assets in total	48.590	63.506	50.960	57.985
	Assets in total	97.530	108.457	87.463	94.523

Balance sheet 31 March

DKK in thousands.

Note	Group		Parent enterprise		
	2016	2015	2016	2015	
Equity and liabilities					
Equity					
15	Contributed capital	714	714	714	714
16	Revaluation reserve	1.296	1.296	0	0
17	Reserves for net revaluation as per the equity method	1.096	648	4.499	4.326
18	Results brought forward	42.981	41.193	40.874	38.811
	Equity in total	46.087	43.851	46.087	43.851
Provisions					
19	Provisions for deferred tax	5.462	4.739	3.875	3.281
	Other provisions	550	0	550	0
	Provisions in total	6.012	4.739	4.425	3.281
Liabilities					
20	Subordinate loan capital	11.668	11.668	11.668	11.668
21	Mortgage debt	5.724	6.265	3.563	3.714
22	Debt certificate	2.576	0	0	0
23	Bank debts	4.222	5.293	4.222	5.293
	Long-term liabilities in total	24.190	23.226	19.453	20.675

Balance sheet 31 March

DKK in thousands.

Equity and liabilities

<u>Note</u>	Group		Parent enterprise	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Short-term part of long-term liabilities	2.780	1.904	1.531	1.526
Bank debts	1.249	14.503	614	6.563
Trade creditors	14.513	17.545	13.224	16.364
Debt to associated enterprises	200	200	200	200
Other debts	<u>2.499</u>	<u>2.489</u>	<u>1.929</u>	<u>2.063</u>
Short-term liabilities in total	<u>21.241</u>	<u>36.641</u>	<u>17.498</u>	<u>26.716</u>
Liabilities in total	<u>45.431</u>	<u>59.867</u>	<u>36.951</u>	<u>47.391</u>
Equity and liabilities in total	<u>97.530</u>	<u>108.457</u>	<u>87.463</u>	<u>94.523</u>

24 Mortgage and securities

Cash flow statement 1 April - 31 March

DKK in thousands.

<u>Note</u>	Group	
	<u>2015/16</u>	<u>2014/15</u>
Results for the year	2.236	3.430
25 Adjustments	11.028	9.194
26 Change in working capital	12.019	-9.120
Cash flow from operating activities before net financials	25.283	3.504
Interest received and similar amounts	43	72
Interest paid and similar amounts	-2.228	-2.490
Cash flow from ordinary activities	23.098	1.086
Corporate tax paid	0	-2.411
Cash flow from operating activities	23.098	-1.325
Purchase of intangible fixed assets	-2.165	-1.350
Sale of intangible fixed assets	85	0
Purchase of tangible fixed assets	-9.933	-10.821
Sale of tangible fixed assets	643	3.182
Purchase of financial fixed assets	-240	-500
Cash flow from investment activities	-11.610	-9.489
Raising of debts	2.911	11.550
Repayments of debt	-14.325	-591
Dividend paid	50	49
Available funds	0	0
Other cash flows from financing activities	0	-100
Cash flow from financing activities	-11.364	10.908
Changes in available funds	124	94
Available funds 1 April 2015	182	88
Available funds 31 March 2016	306	182
Available funds		
Cash funds	306	182
Available funds 31 March 2016	306	182

Notes

DKK in thousands.

	Group		Parent enterprise	
	<u>2015/16</u>	<u>2014/15</u>	<u>2015/16</u>	<u>2014/15</u>
1. Net turnover				
Denmark	33.551	28.318	33.084	27.487
Outside Denmark	<u>182.618</u>	<u>176.635</u>	<u>182.618</u>	<u>176.635</u>
	<u>216.169</u>	<u>204.953</u>	<u>215.702</u>	<u>204.122</u>
2. Staff costs				
Salaries and wages	22.517	18.090	18.948	15.782
Pension costs	1.619	1.467	1.348	1.312
Other costs for social security	229	267	213	239
Other staff costs	<u>1.665</u>	<u>1.426</u>	<u>1.477</u>	<u>1.199</u>
	<u>26.030</u>	<u>21.250</u>	<u>21.986</u>	<u>18.532</u>
Total personnel expenses are presented as follows:				
Raw materials and consumables used	19.147	14.604	15.227	12.094
Staff costs	<u>6.883</u>	<u>6.646</u>	<u>6.759</u>	<u>6.438</u>
	<u>26.030</u>	<u>21.250</u>	<u>21.986</u>	<u>18.532</u>
Average number of employees	47	46	39	41

Notes

DKK in thousands.

	Group		Parent enterprise	
	2015/16	2014/15	2015/16	2014/15
3. Depreciation, amortisation and writedown relating to tangible and intangible fixed assets				
Depreciation of concessions, patents and licences	298	246	218	223
Depreciation on decoration of rented premises	104	104	104	104
Depreciation on buildings	358	349	221	223
Depreciation on production plants and machinery	5.760	5.985	5.111	5.349
Depreciation on plants, operating assets, fixtures and furniture	1.309	1.239	503	416
Profit/loss on sale of tangible assets	0	-2.814	0	-2.814
	7.829	5.109	6.157	3.501
4. Other financial costs				
Other interest costs	2.228	2.490	1.717	1.976
	2.228	2.490	1.717	1.976
5. Tax on ordinary results				
Adjustment for the year of deferred tax	723	1.329	594	1.230
	723	1.329	594	1.230

Notes

DKK in thousands.

	Group		Parent enterprise	
	31/3 2016	31/3 2015	31/3 2016	31/3 2015
6. Farming licenses and rights				
Cost 1 April 2015	6.398	5.048	5.048	5.048
Additions during the year	2.165	1.350	0	0
Disposals during the year	-100	0	-100	0
Cost 31 March 2016	8.463	6.398	4.948	5.048
Amortisation and writedown 1 April 2015	-3.691	-3.445	-3.669	-3.446
Amortisation and writedown for the year	-298	-246	-218	-223
Amortisation and writedown, assets disposed of	15	0	15	0
Amortisation and writedown 31 March 2016	-3.974	-3.691	-3.872	-3.669
Book value 31 March 2016	4.489	2.707	1.076	1.379
7. Land and property				
Cost 1 April 2015	18.397	18.002	14.836	14.836
Additions during the year	1.354	395	18	0
Cost 31 March 2016	19.751	18.397	14.854	14.836
Depreciation and writedown 1 April 2015	-13.716	-13.367	-12.454	-12.231
Depreciation and writedown for the year	-358	-349	-221	-223
Depreciation and writedown 31 March 2016	-14.074	-13.716	-12.675	-12.454
Book value 31 March 2016	5.677	4.681	2.179	2.382

Notes

DKK in thousands.

	Group		Parent enterprise	
	31/3 2016	31/3 2015	31/3 2016	31/3 2015
8. Production plant and machinery				
Cost 1 April 2015	70.827	65.732	59.734	54.869
Additions during the year	6.421	9.369	5.381	9.138
Disposals during the year	-803	-4.274	-803	-4.273
Cost 31 March 2016	76.445	70.827	64.312	59.734
Revaluation 1 April 2015	1.800	1.800	0	0
Revaluation 31 March 2016	1.800	1.800	0	0
Depreciation and writedown 1 April 2015	-41.215	-39.379	-33.998	-32.799
Depreciation and writedown for the year	-5.760	-5.536	-5.111	-4.899
Depreciation and writedown, assets disposed of	260	3.700	260	3.700
Depreciation and writedown 31 March 2016	-46.715	-41.215	-38.849	-33.998
Book value 31 March 2016	31.530	31.412	25.463	25.736

Notes

DKK in thousands.

	Group		Parent enterprise	
	31/3 2016	31/3 2015	31/3 2016	31/3 2015
9. Other plants, operating assets, and fixtures and furniture				
Cost 1 April 2015	12.977	12.161	4.321	3.918
Additions during the year	2.068	1.341	488	897
Disposals during the year	-188	-525	-188	-494
Cost 31 March 2016	14.857	12.977	4.621	4.321
Amortisation and writedown 1 April 2015	-8.499	-7.543	-2.846	-2.789
Depreciation and writedown for the year	-1.309	-1.323	-503	-420
Depreciation and writedown, assets disposed of	88	367	88	363
Amortisation and writedown 31 March 2016	-9.720	-8.499	-3.261	-2.846
Book value 31 March 2016	5.137	4.478	1.360	1.475
10. Decoration rented premises				
Cost 1 April 2015	519	519	519	519
Cost 31 March 2016	519	519	519	519
Depreciation and writedown 1 April 2015	-261	-157	-261	-157
Depreciation and writedown for the year	-104	-104	-104	-104
Depreciation and writedown 31 March 2016	-365	-261	-365	-261
Book value 31 March 2016	154	258	154	258

Notes

DKK in thousands.

	Group	
	<u>31/3 2016</u>	<u>31/3 2015</u>
11. Tangible assets under construction and prepayments for tangible assets		
Cost 1 April 2015	0	284
Additions during the year	90	0
Transfers	0	-284
Cost 31 March 2016	<u>90</u>	<u>0</u>
Book value 31 March 2016	<u>90</u>	<u>0</u>
	Parent enterprise	
	<u>31/3 2016</u>	<u>31/3 2015</u>
12. Equity investments in group enterprises		
Acquisition sum, opening balance 1 April 2015	<u>482</u>	<u>482</u>
Cost 31 March 2016	<u>482</u>	<u>482</u>
Revaluations, opening balance 1 April 2015	4.826	4.247
Results for the year	<u>963</u>	<u>579</u>
Revaluation 31 March 2016	<u>5.789</u>	<u>4.826</u>
Book value 31 March 2016	<u>6.271</u>	<u>5.308</u>
Group enterprises:		
	Domicile	Share of ownership
Loejstrup Dambrug A/S	Goerlev	100 %

Notes

DKK in thousands.

	Group		Parent enterprise	
	31/3 2016	31/3 2015	31/3 2016	31/3 2015
13. Equity investments in associated enterprises				
Acquisition sum, opening balance 1 April 2015	767	267	500	0
Additions during the year	0	500	240	500
Cost 31 March 2016	767	767	740	500
Revaluation, opening balance 1 April 2015	648	1.035	-500	0
Results for the year	498	-338	-790	-500
Dividend	-50	-49	0	0
Revaluation 31 March 2016	1.096	648	-1.290	-500
Transferred to provisions	0	0	550	0
Set off against debtors and provisions for liabilities	0	0	550	0
Book value 31 March 2016	1.863	1.415	0	0
Associated enterprises:				
			Domicile	Share of ownership
Brejnholm Dambrug ApS			Toerring	33,33 %
Bornholms Havbrug A/S			Nexoe	38,94 %
14. Inventory				
Raw materials and consumables	26.967	24.316	13.745	8.559
Indirect production cost concerning fish production	2.699	4.444	2.699	4.444
Produced and purchased trade goods	5.404	15.939	5.404	15.939
Raw materials	3.059	3.582	2.196	2.899
	38.129	48.281	24.044	31.841

Notes

DKK in thousands.

	Group		Parent enterprise	
	31/3 2016	31/3 2015	31/3 2016	31/3 2015
15. Contributed capital				
Contributed capital 1 April 2015	714	714	714	714
	714	714	714	714

The share capital consists of 714,000 shares, each with a nominal value of DKK 1.00. No shares hold particular rights.

16. Revaluation reserve				
Revaluation reserve 1 April 2015	1.296	1.296	0	0
	1.296	1.296	0	0

17. Reserves for net revaluation as per the equity method				
Reserves for net revaluation 1 April 2015	648	1.035	4.326	4.229
Share of results	498	-338	173	80
Dividend from associated company	-50	-49	0	0
Other adjustments	0	0	0	17
	1.096	648	4.499	4.326

Notes

DKK in thousands.

	Group		Parent enterprise	
	31/3 2016	31/3 2015	31/3 2016	31/3 2015
18. Results brought forward				
Results brought forward 1 April 2015	41.193	37.376	38.811	35.478
Profit or loss for the year brought forward	1.788	3.817	2.063	3.350
Other adjustments	0	0	0	-17
	42.981	41.193	40.874	38.811
19. Provisions for deferred tax				
Provisions for deferred tax 1 April 2015	4.739	3.410	3.281	2.051
Deferred tax of the results for the year	723	1.329	594	1.230
	5.462	4.739	3.875	3.281
The following items are subject to deferred tax:				
Intangible fixed assets	367	0	236	0
Tangible fixed assets	2.712	4.957	2.198	3.327
Current assets	2.444	0	1.461	0
Losses brought forward from previous years	-61	-218	-20	-46
	5.462	4.739	3.875	3.281
20. Subordinate loan capital				
Okamura Trading Co. Ltd. agrees to rank below in priority of any claims of other creditors with TDKK 11.668 until 01/11/2017.				

Notes

DKK in thousands.

	Group		Parent enterprise	
	<u>31/3 2016</u>	<u>31/3 2015</u>	<u>31/3 2016</u>	<u>31/3 2015</u>
21. Mortgage debt				
Mortgage debt in total	6.265	6.788	3.714	3.860
Share of amount due within 1 year	<u>-541</u>	<u>-523</u>	<u>-151</u>	<u>-146</u>
	<u>5.724</u>	<u>6.265</u>	<u>3.563</u>	<u>3.714</u>
Share of liabilities due after 5 years	<u>3.372</u>	<u>3.990</u>	<u>0</u>	<u>0</u>

	Group	
	<u>31/3 2016</u>	<u>31/3 2015</u>
22. Debt certificate		
Debt certificate in total	3.435	0
Share of amount due within 1 year	<u>-859</u>	<u>0</u>
	<u>2.576</u>	<u>0</u>
Share of liabilities due after 5 years	<u>0</u>	<u>0</u>

	Group		Parent enterprise	
	<u>31/3 2016</u>	<u>31/3 2015</u>	<u>31/3 2016</u>	<u>31/3 2015</u>
23. Bank debts				
Bank debts in total	5.602	6.673	5.602	6.673
Share of amount due within 1 year	<u>-1.380</u>	<u>-1.380</u>	<u>-1.380</u>	<u>-1.380</u>
	<u>4.222</u>	<u>5.293</u>	<u>4.222</u>	<u>5.293</u>
Share of liabilities due after 5 years	<u>2.907</u>	<u>3.080</u>	<u>2.907</u>	<u>3.080</u>

24. Mortgage and securities

Spar Nord Bank A/S has, as collateral for all debt with the parent company (Musholm A/S), received a letter of indemnity (business mortgages) nom. TDKK 30.000.

Notes

DKK in thousands.

24. Mortgage and securities (continued)

Spar Nord Bank A/S has, as collateral for debt concerning the parent company (Musholm A/S), received a letter of indemnity nom. TDKK 5.848 in feeding fleet Niels Bjoern, which under production equipment has a book value of TDKK 3.038.

Spar Nord Bank A/S has, as collateral for debt concerning the parent company (Musholm A/S), received a letter of indemnity nom. TDKK 4.358 in feeding fleet Thor Anton, which under production equipment has a book value of TDKK 361.

Spar Nord Bank A/S has, as collateral for debt concerning the parent company (Musholm A/S), received a mortgage deed nom. TDKK 11.000 with pledge in buildings on cadastre no. 90b Reersoe By, which has a book value of TDKK 1.284.

Spar Nord Bank A/S has, as collateral for debt concerning the parent company (Musholm A/S), received a letter of indemnity nom. TDKK 4.000 with pledge in leasehold rights in buildings on leased land cadastre no. 90b Reersoe By.

Spar Nord Bank A/S has, as collateral for debt concerning the parent company (Musholm A/S), received a letter of indemnity nom. TDKK 4.000 in working boat Mari, which under production equipment has a book value of TDKK 4.165.

Group

Spar Nord Bank A/S has, as collateral for debt concerning the group, received a letter of indemnity nom. TDKK 6.500 with pledge in cadastre no. 5a Loejstrup Hgd with a book value of TDKK 1.796.

Parent company

As security for mortgage debt is given a pledge in buildings, which has a book value of TDKK 896.

Collaterals and contingent liabilities

The company guarantees for the subsidiary's debt to Spar Nord Bank A/S. As of 31/3 2015 the debt amounts to TDKK 635. The company has also submitted a statement of support towards the subsidiary in terms of making the necessary liquidity available for the implementation of the subsidiary's operating and investing activities so far to the end of March 2017.

Operating leases

The group has entered into operating and rent leases with residual obligations in the period of irrevocability of TDKK 2.456.

Notes

DKK in thousands.

	Group	
	<u>2015/16</u>	<u>2014/15</u>
25. Adjustments		
Depreciation and amortisation	7.829	5.109
Income from equity investments in group enterprises	0	0
Income from equity investments in associated enterprises	292	338
Other financial income	-44	-72
Other financial costs	2.228	2.490
Tax on ordinary results	723	1.329
	<u>11.028</u>	<u>9.194</u>
26. Change in working capital		
Change in inventories	10.152	-14.532
Change in debtors	4.888	3.709
Change in trade creditors and other liabilities	-3.021	1.703
	<u>12.019</u>	<u>-9.120</u>