

Egon Sørensen Transport A/S

Kai Lindbergs Gade 69

DK-7730 Hanstholm

Central Business Registration No
18540681

Annual report 2016

The Annual General Meeting adopted the annual report on 17.05.2017

Chairman of the General Meeting

Name: Frans Jan Waterman

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Entity details

Entity

Egon Sørensen Transport A/S
Kai Lindbergs Gade 69
DK-7730 Hanstholm

Central Business Registration No: 18540681

Registered in: Thisted

Financial year: 01.01.2016 - 31.12.2016

Board of Directors

Hendrik Cornelis de Koeijer
Maja Louise Rehde
Frans Jan Waterman

Executive Board

Hendrik Cornelis de Koeijer, Chief Executive Officer

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Dokken 8
Postbox 200
6701 Esbjerg

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Egon Sørensen Transport A/S for the financial year 01.01.2016 - 31.12.2016.

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 31.12.2016 and of the results of its operations for the financial year 01.01.2016 - 31.12.2016.

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.

Hanstholm, 11.05.2017

Executive Board

Hendrik Cornelis de Koeijer
Chief Executive Officer

Board of Directors

Hendrik Cornelis de Koeijer

Maja Louise Rehde

Frans Jan Waterman

Independent auditor's reports

To the shareholders of Egon Sørensen Transport A/S Report on extended review of the financial statements

We have performed an extended review of the financial statements of Egon Sørensen Transport A/S for the financial year 01.01.2016 - 31.12.2016. The financial statements, which comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies, are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility 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.

Auditor's responsibility

Our responsibility is to express an opinion on the financial statements. We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors.

This requires that we comply with the Danish Public Accountants Act and FSR – Danish Auditors' Code of Conduct and plan and perform procedures to obtain limited assurance about our opinion on the financial statements and that we perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our opinion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical procedures and specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

Conclusion

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2016 and of the results of its operations for the financial year 01.01.2016 - 31.12.2016 in accordance with the Danish Financial Statements Act.

Independent auditor's reports

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Esbjerg, 11.05.2017

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No: 33963556

Erik Helmuth Pedersen
State Authorised Public Accountant

Management commentary

Primary activities

The activity of the company has consistently with last year consisted of international haulier and forwarding.

Development in activities and finances

In the fiscal year 2016, the company has not met the asked expectations.

Loss for the year was DKK 516.217, which management deems to be unsatisfactory.

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.

Income statement for 2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK</u>
Gross profit		7.789.630	10.381.750
Staff costs	1	(7.119.603)	(9.696.245)
Depreciation, amortisation and impairment losses	2	<u>(1.178.588)</u>	<u>(1.365.653)</u>
Operating profit/loss		(508.561)	(680.148)
Other financial income from group enterprises		322.968	306.845
Financial expenses from group enterprises		(435.378)	(477.699)
Other financial expenses		<u>(40.135)</u>	<u>(36.498)</u>
Profit/loss before tax		(661.106)	(887.500)
Tax on profit/loss for the year	3	<u>144.889</u>	<u>217.477</u>
Profit/loss for the year		<u>(516.217)</u>	<u>(670.023)</u>
Proposed distribution of profit/loss			
Retained earnings		<u>(516.217)</u>	<u>(670.023)</u>
		<u>(516.217)</u>	<u>(670.023)</u>

Balance sheet at 31.12.2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK</u>
Other fixtures and fittings, tools and equipment		2.364.607	4.168.506
Property, plant and equipment	4	<u>2.364.607</u>	<u>4.168.506</u>
Fixed assets		<u>2.364.607</u>	<u>4.168.506</u>
Trade receivables		2.644.465	2.681.231
Receivables from group enterprises		9.385.162	9.446.929
Other receivables		0	4
Prepayments		157.669	272.032
Receivables		<u>12.187.296</u>	<u>12.400.196</u>
Cash		<u>482.052</u>	<u>634.726</u>
Current assets		<u>12.669.348</u>	<u>13.034.922</u>
Assets		<u>15.033.955</u>	<u>17.203.428</u>

Balance sheet at 31.12.2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK</u>
Contributed capital		2.500.000	2.500.000
Revaluation reserve		0	143.341
Retained earnings		<u>(349.215)</u>	<u>23.661</u>
Equity		<u>2.150.785</u>	<u>2.667.002</u>
Deferred tax		<u>144.127</u>	<u>297.127</u>
Provisions		<u>144.127</u>	<u>297.127</u>
Payables to group enterprises		<u>2.276.031</u>	<u>3.364.893</u>
Non-current liabilities other than provisions		<u>2.276.031</u>	<u>3.364.893</u>
Current portion of long-term liabilities other than provisions		1.146.793	1.315.206
Trade payables		1.118.612	799.331
Payables to group enterprises		7.847.056	8.275.635
Other payables		<u>350.551</u>	<u>484.234</u>
Current liabilities other than provisions		<u>10.463.012</u>	<u>10.874.406</u>
Liabilities other than provisions		<u>12.739.043</u>	<u>14.239.299</u>
Equity and liabilities		<u>15.033.955</u>	<u>17.203.428</u>
Unrecognised rental and lease commitments	5		
Contingent liabilities	6		
Mortgages and securities	7		
Group relations	8		

Statement of changes in equity for 2016

	Contributed capital DKK	Revaluation reserve DKK	Retained earnings DKK	Total DKK
Equity beginning of year	2.500.000	143.341	23.661	2.667.002
Dissolution of revaluations	0	(143.341)	143.341	0
Profit/loss for the year	0	0	(516.217)	(516.217)
Equity end of year	2.500.000	0	(349.215)	2.150.785

Notes

	2016	2015
	DKK	DKK
1. Staff costs		
Wages and salaries	6.383.832	8.821.686
Pension costs	467.269	658.054
Other social security costs	182.973	220.447
Other staff costs	85.529	(3.942)
	7.119.603	9.696.245
Average number of employees	10	
	2016	2015
	DKK	DKK
2. Depreciation, amortisation and impairment losses		
Depreciation of property, plant and equipment	1.360.002	1.484.528
Profit/loss from sale of intangible assets and property, plant and equipment	(181.414)	(118.875)
	1.178.588	1.365.653
	2016	2015
	DKK	DKK
3. Tax on profit/loss for the year		
Tax on current year taxable income	8.111	(286.512)
Change in deferred tax for the year	(153.000)	92.324
Effect of changed tax rates	0	(23.289)
	(144.889)	(217.477)

Notes

	Other fixtures and fittings, tools and equipment DKK
	<u>DKK</u>
4. Property, plant and equipment	
Cost beginning of year	11.322.427
Disposals	<u>(3.207.370)</u>
Cost end of year	<u>8.115.057</u>
Revaluations beginning of year	<u>192.473</u>
Revaluations end of year	<u>192.473</u>
Depreciation and impairment losses beginning of the year	(7.346.394)
Depreciation for the year	(1.360.002)
Reversal regarding disposals	<u>2.763.473</u>
Depreciation and impairment losses end of the year	<u>(5.942.923)</u>
Carrying amount end of year	<u>2.364.607</u>
Recognised assets not owned by entity	<u>305.050</u>

5. Unrecognised rental and lease commitments

Operating lease contracts on other fixtures and fitting equipment and tools have been concluded for years 2017-2018. The residual obligation amounts to DKK 216.064.

6. Contingent liabilities

The Company participates in a Danish joint taxation arrangement in which Vooruit Holding A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from 1 July 2012 for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

7. Mortgages and securities

The Entity is jointly and severally liable with the jointly registered group enterprises for the total VAT payable. The group enterprises' VAT payable amounts to DKK 0.

Notes

8. Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:
Vooruit Holding A/S, Padborg, Denmark.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The accounting policies applied for these financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognized 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 recognized 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 recognized in the income statement when earned, whereas costs are recognized by the amounts attributable to this financial year.

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 recognized 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.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognized in the income statement when delivery is made and risk has passed to the buyer.

Accounting policies

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 recognized in current assets.

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Amortization, depreciation and impairment losses relating to plant and equipment comprise amortization, 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 property, plant and equipment.

Other financial income from group enterprises

Other financial income from group enterprises comprises interest income etc on receivables from group enterprises.

Financial expenses from group enterprises

Financial expenses from group enterprises comprise interest expenses etc from payables to group enterprises.

Other financial expenses

Other financial expenses comprise interest expenses.

Tax on profit/loss for the year

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

The Entity is jointly taxed with its Parent and all of the Parent's other Danish subsidiaries. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

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.

Accounting policies

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:

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.

Receivables

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

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Deferred tax

Deferred tax is recognized 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 recognized in the balance sheet at their estimated realizable value, either as a set-off against deferred tax liabilities or as net tax assets.

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

Other financial liabilities

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