

Inter Sales A/S
Stavneagervej 22
8250 Egå
Central Business Registration No 18831678

Annual report 2015/16

The Annual General Meeting adopted the annual report on 17.05.2016

Chairman of the General Meeting



Medlem af Deloitte Touche Tohmatsu Limited

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	8
Consolidated income statement for 2015/16	16
Consolidated balance sheet at 31.03.2016	17
Consolidated statement of changes in equity for 2015/16	19
Consolidated cash flow statement for 2015/16	20
Notes to consolidated financial statements	21
Parent income statement for 2015/16	24
Parent balance sheet at 31.03.2016	25
Parent statement of changes in equity for 2015/16	27
Notes to parent financial statements	28

Entity details

Entity

Inter Sales A/S
Stavneagervej 22
8250 Egå

Central Business Registration No: 18831678

Founded: 13.09.1995

Registered in: Aarhus

Financial year: 01.04.2015 - 31.03.2016

Phone: 86226100

Fax: 86228100

Internet: www.intersales.dk

Board of Directors

Jesper Ørskov Nielsen, formand / chairman

Henrik Kristensen

Torben Ulrich

Camilla Ulrich

Jette Trans

Executive Board

Winnie Rodam

Henrik Kristensen

Torben Ulrich

Entity auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus 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 Inter Sales A/S for the financial year 01.04.2015 - 31.03.2016.

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 31.03.2016 and of the results of its operations and cash flows for the financial year 01.04.2015 - 31.03.2016.

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.

Egå, 17.05.2016

Executive Board


Winnie Rodam
Henrik Kristensen
Torben Ulrich

Board of Directors


Jesper Ørskov Nielsen
formand / chairman
Henrik Kristensen
Torben Ulrich
Camilla Ulrich
Jette Trans

Independent auditor's reports

To the owners of Inter Sales A/S

Report on the financial statements

We have audited the consolidated financial statements and parent financial statements of Inter Sales A/S for the financial year 01.04.2015 - 31.03.2016, 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 in 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 31.03.2016, and of the results of their operations and the Group's cash flows for the financial year 01.04.2015 - 31.03.2016 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.

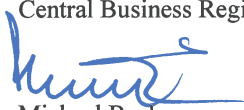
On this basis, it is our opinion that the information provided in the management commentary is consistent with the consolidated financial statements and parent financial statement.

Aarhus, 17.05.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Central Business Registration No 33963556



Michael Bach

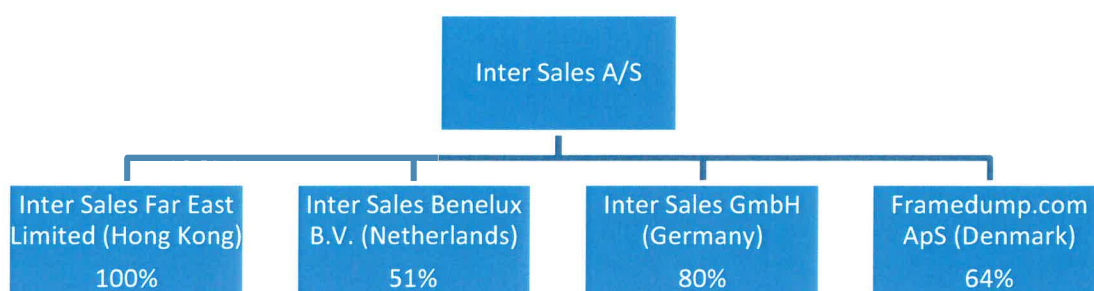
State Authorised Public Accountant

Management commentary

	2015/16	2014/15	2013/14	2012/13	2011/12
	DKK'000	DKK'000	DKK'000	DKK'000	DKK'000
Financial high-lights					
Key figures					
Gross profit	57.125	28.130	31.901	39.361	22.169
Operating profit/loss	32.268	8.148	13.396	24.774	9.014
Net financials	(887)	(733)	(2.961)	(112)	463
Profit/loss for the year	23.772	5.597	7.676	18.648	7.662
Total assets	163.611	127.237	123.091	92.029	59.053
Investments in property, plant and equipment	1.295	0	0	0	0
Equity	63.094	45.083	44.776	35.047	35.070
Cash flows from (used in) operating activities	18.260	13.666	(22.788)	(3.781)	14.150
Cash flows from (used in) investing activities	(2.339)	(19)	(788)	(576)	42
Cash flows from (used in) financing activities	(2.990)	(7.800)	(16.600)	(9.500)	(15.201)
Gennemsnitligt antal medarbejdere (stk.)	44	34	34	24	24
Ratios					
Return on equity (%)	40,5	12,0	19,2	53,2	21,5
Equity ratio (%)	35,6	34,7	36,4	38,1	59,4

Management commentary

Group Structure



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.
Solvency ratio (%)	$\frac{\text{Equity} \times 100}{\text{Total assets}}$	The financial strength of the entity.

Management commentary

Primary activities

The Company's main activity comprises the sale of TV sets, music systems, tablets and similar products within EU under the Company's own brand, Denver®.

Development in activities and finances

The income statement for the period 01.04.2015 – 31.03.2016 showed a profit before tax of DKK 31,381k against DKK 7,415k for the period 01.04.2014 – 31.03.2015. The balance sheet showed an equity of DKK 63,094k.

Outlook

For the financial year 2016/17, the activity level is expected to be higher than the level seen in 2015/16.

Particular risks

Market risk

The Company's product range is renewed on an ongoing basis in respect of design as well as technical product qualities. It is an important success criterion for the Company to adapt its range of products to current design trends and to hedge against market risks.

Currency risk

Activities abroad imply that the profit, cash flows, and the equity are influenced by the developments in exchange and interest rates regarding a number of currencies. The Company's policy is to hedge against commercial currency risks. Primarily, hedging is done by forward exchange transactions for hedging anticipated sales and purchases within the next 12 months. No speculative currency positions are entered into.

Interest risk

Due to a favorable interest rate development, it has been possible to finance the increased growth at a likewise favorable financial cost. An increase in the present interest rate will entail increased financial costs.

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.

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

Changes in accounting policies

As a consequence of the early adoption of amendments to the Danish Financial Statements Act, the accounting policies have been changed in the following area:

Minority interests (Consolidated financial statements)

Minority interests are presented as an element of equity, and minority interests' share of profit or loss is disclosed in the statement of distribution of profit or loss. Previously, minority interests were presented as a separate principal item between equity and provisions. Furthermore, the minority interest's share of profit or loss was presented as a separate item in the income statement.

Acquisition of minority interests in a subsidiary and sale of minority interests in a subsidiary, which do not cause control to cease, are accounted for in the consolidated financial statements as an equity transaction, and the difference between the consideration and the carrying amount is recognised in the Parent's share of equity. Previously, acquisitions of investments subsidiaries were recognised as additions of investments with recognition of goodwill. Furthermore, profits or losses from the sale of investments in subsidiaries were recognised in the income statement.

Effect of changes in accounting policies

The total effect of the change in accounting policies described above is an increase of profit for the year before tax of DKK 0k (2014/15: DKK 0k). Tax for the year of the change in accounting policies amounts to DKK 0k (2014/15: DKK 0k) after which profit for the year after tax is increased by DKK 3,045k (2014/15: DKK 266k). The balance sheet total is not affected by the change in accounting policies, whereas equity at 31 March 2016 is increased by DKK 4,836k (2014/15: DKK 932k). The effect of the change in accounting policies at 1 April 2015 is recognised directly on equity, see the consolidated statement of changes in equity.

The change in accounting policies has no impact on the Parent's income statement, balance sheet or statement of changes in equity.

Accounting policies

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.

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.

Accounting policies

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.

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.

Accounting policies

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.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities, including rental income and gains from the sale of intangible assets and property, plant and equipment.

Cost of sales

Cost of sales comprises costs of sales for the financial year measured at cost, adjusted for ordinary inventory write-downs.

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.

Staff costs

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

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.

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.

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.

Accounting policies

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.

Intellectual property rights acquired are measured at cost less accumulated amortisation.

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:

Acquired licences	4 years
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Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

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.

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	4 years
Leasehold improvements	5 years

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

New acquisitions of other fixtures and fittings, tools and equipment with a cost less than DKK 15,000 each are expensed in the income statement in the year of acquisition.

Equipment is 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.

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.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs. Cost of manufactured goods and work in progress consists of costs of raw materials, consumables, direct labour costs and indirect production costs.

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

Receivables

Receivables are measured at amortised cost, usually equalling 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.

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. The proposed dividend for the financial year is disclosed as a separate item in equity.

Minority interests

Minority interests consist of non-controlling interests share of equity in subsidiaries not 100% owned by the parent company.

Accounting policies

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.

Deferred tax relating to re-taxation of previously deducted losses of foreign subsidiaries is recognised based on a specific assessment of the purpose of the individual subsidiary,

Other provisions

Other provisions comprise anticipated costs of non-recourse guarantee commitments, returns, loss on contract work in progress, decided and published restructurings, etc.

Other provisions are recognised and measured as the best estimate of the expenses required to settle the liabilities at the balance sheet date. Provisions that are estimated to mature more than one year after the balance sheet date are measured at their discounted value.

Operating leases

Leasingydelser vedrørende operationelle leasing-aftaler indregnes lineært i resultatopgørelsen over leasingperioden.

Other financial liabilities

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

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.

Deferred income

Deferred income comprises received income for recognition in subsequent financial years. Deferred income is measured at cost.

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.

Accounting policies

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 and short-term securities with an insignificant price risk less short-term bank debt.

Consolidated income statement for 2015/16

	<u>Notes</u>	<u>2015/16 DKK'000</u>	<u>2014/15 DKK'000</u>
Gross profit		57.125	28.130
Staff costs	1	(24.244)	(19.488)
Depreciation, amortisation and impairment losses		<u>(613)</u>	<u>(494)</u>
Operating profit/loss		32.268	8.148
Other financial income		1.090	1.940
Other financial expenses		<u>(1.977)</u>	<u>(2.673)</u>
Profit/loss from ordinary activities before tax		31.381	7.415
Tax on profit/loss from ordinary activities		<u>(7.609)</u>	<u>(1.818)</u>
Profit/loss for the year		<u>23.772</u>	<u>5.597</u>
Proposed distribution of profit/loss			
Dividend for the financial year		23.000	5.300
Retained earnings		(2.273)	31
Minority interests' share of profit or loss		<u>3.045</u>	<u>266</u>
		<u>23.772</u>	<u>5.597</u>

Consolidated balance sheet at 31.03.2016

	<u>Notes</u>	<u>2015/16 DKK'000</u>	<u>2014/15 DKK'000</u>
Acquired licences		1.092	306
Intangible assets	2	1.092	306
Other fixtures and fittings, tools and equipment		1.540	640
Property, plant and equipment	3	1.540	640
Deposits		130	90
Fixed asset investments	4	130	90
Fixed assets		2.762	1.036
Manufactured goods and goods for resale		64.295	47.379
Prepayments for goods		1.485	2.581
Inventories		65.780	49.960
Trade receivables		60.372	59.540
Receivables from associates		0	341
Deferred tax assets		0	51
Other short-term receivables		2.243	3.428
Income tax receivable		2.760	2.476
Prepayments		624	1.050
Receivables		65.999	66.886
Cash		29.070	9.355
Current assets		160.849	126.201
Assets		163.611	127.237

Consolidated balance sheet at 31.03.2016

	<u>Notes</u>	<u>2015/16 DKK'000</u>	<u>2014/15 DKK'000</u>
Contributed capital		10.000	10.000
Retained earnings		25.258	28.851
Proposed dividend		<u>23.000</u>	<u>5.300</u>
Equity attributable to the Parent's owners		58.258	44.151
Share of equity attributable to minority interests	6	<u>4.836</u>	<u>932</u>
Equity		<u>63.094</u>	<u>45.083</u>
Provisions for deferred tax		148	0
Other provisions	7	<u>6.762</u>	<u>5.455</u>
Provisions		<u>6.910</u>	<u>5.455</u>
Bank loans		62.602	55.818
Trade payables		7.777	11.000
Income tax payable		4.620	1.294
Other payables		18.376	8.389
Deferred income		<u>232</u>	<u>198</u>
Current liabilities other than provisions		<u>93.607</u>	<u>76.699</u>
Liabilities other than provisions		<u>93.607</u>	<u>76.699</u>
Equity and liabilities		<u>163.611</u>	<u>127.237</u>
Subsidiaries	5		
Contingent liabilities	10		
Mortgages and securities	11		

Consolidated statement of changes in equity for 2015/16

	Contri- buted ca- pital DKK'000	Retained earnings DKK'000	Proposed dividend DKK'000	Share of equity at- tribu- table to minority interests DKK'000
Equity beginning of year	10.000	28.851	5.300	932
Additions to (disposals of) equity through mergers and business combinations	0	0	0	675
Increase of capital	0	0	0	75
Ordinary dividend paid	0	0	(5.300)	0
Fair value adjustments of hedging instruments	0	(3.627)	0	0
Other adjustments	0	1.455	0	109
Tax of equity postings	0	852	0	0
Profit/loss for the year	0	(2.273)	23.000	3.045
Equity end of year	10.000	25.258	23.000	4.836

	Total DKK'000
Equity beginning of year	45.083
Additions to (disposals of) equity through mergers and business combinations	675
Increase of capital	75
Ordinary dividend paid	(5.300)
Fair value adjustments of hedging instruments	(3.627)
Other adjustments	1.564
Tax of equity postings	852
Profit/loss for the year	23.772
Equity end of year	63.094

Other adjustments arise from gains on sale of shares to minority interests regarding Inter Sales GmbH and loss on dilution associated with a capital increase in Framedump.com ApS.

Consolidated cash flow statement for 2015/16

	Notes	2015/16 DKK'000	2014/15 DKK'000
Operating profit/loss		32.268	8.148
Amortisation, depreciation and impairment losses		613	494
Other provisions		0	1.132
Working capital changes	8	(11.512)	4.283
Cash flow from ordinary operating activities		21.369	14.057
Financial income received		1.090	1.940
Financial income paid		(1.977)	(2.673)
Income taxes refunded/(paid)		(2.222)	342
Cash flows from operating activities		18.260	13.666
Acquisition etc of intangible assets		(1.235)	0
Acquisition etc of property, plant and equipment		(1.295)	(27)
Sale of property, plant and equipment		231	8
Acquisition of fixed asset investments		(40)	0
Cash flows from investing activities		(2.339)	(19)
Dividend paid		(5.300)	(7.800)
Other cash flows from financing activities	9	2.310	0
Cash flows from financing activities		(2.990)	(7.800)
Increase/decrease in cash and cash equivalents		12.931	5.847
Cash and cash equivalents beginning of year		(46.463)	(52.310)
Cash and cash equivalents end of year		(33.532)	(46.463)
Cash and cash equivalents at year-end are composed of:			
Cash		29.070	9.355
Short-term debt to banks		(62.602)	(55.818)
Cash and cash equivalents end of year		(33.532)	(46.463)

Notes to consolidated financial statements

	2015/16 DKK'000	2014/15 DKK'000
1. Staff costs		
Wages and salaries	21.557	17.457
Pension costs	1.344	1.316
Other social security costs	981	383
Other staff costs	362	332
	24.244	19.488
 Average number of employees	 44	 34
	 Remune- ration of manage- ment 2015/16 DKK'000	 Remune- ration of manage- ment 2014/15 DKK'000
Executive Board	5.981	5.937
Board of Directors	150	150
	6.131	6.087
		 Acquired licences DKK'000
2. Intangible assets		
Cost beginning of year		614
Additions		1.235
Cost end of year		1.849
 Amortisation and impairment losses beginning of year		(308)
Amortisation for the year		(449)
Amortisation and impairment losses end of year		(757)
 Carrying amount end of year		 1.092

Notes to consolidated financial statements

	Other fix- tures and fittings, tools and equipment DKK'000
3. Property, plant and equipment	
Cost beginning of year	2.869
Additions	1.295
Disposals	(350)
Cost end of year	3.814
Depreciation and impairment losses beginning of the year	(2.229)
Depreciation for the year	(395)
Reversal regarding disposals	350
Depreciation and impairment losses end of the year	(2.274)
Carrying amount end of year	1.540

	Deposits DKK'000
4. Fixed asset investments	
Cost beginning of year	90
Additions	40
Cost end of year	130
Carrying amount end of year	130

	Registered in	Corpo- rate form	Equity inte- rest %
5. Subsidiaries			
Inter Sales Far East Limited	Hong Kong	Limited	100,0
Inter Sales GmbH	Germany	GmbH	80,0
Inter Sales Benelux B.V.	The Netherlands	B.V.	51,0
Framedump.com ApS	Denmark	ApS	64,0

6. Minority interests

Changes in minority interests relates to sale of 20% of the stocks in Inter Sales GmbH, investment in Framedump.com ApS and profit for the year.

Notes to consolidated financial statements

7. Other provisions

Other provisions comprise anticipated costs of warranty obligations. Warranty obligations comprise commitments to remedy defects within the warranty period.

	2015/16	2014/15
	DKK'000	DKK'000
8. Change in working capital		
Increase/decrease in inventories	(15.820)	719
Increase/decrease in receivables	1.120	(3.774)
Increase/decrease in trade payables etc	3.188	6.672
Other changes	<u>0</u>	<u>666</u>
	<u>(11.512)</u>	<u>4.283</u>

9. Other cash flows from financing activities

Other cash flows from financing activities derives from a capital increase in Framedump.com and sale of shares in Inter Sales GmbH.

10. Contingent liabilities

The Company has signed a lease contract with an obligation for 6 months' rent. The obligation amounts to DKK 231k. Furthermore, the Company has signed a lease contract with a rent obligation until 30.06.2024. The obligation amounts to DKK 7,440k.

The Company has signed a lease contract with an obligation for 3 months' rent. The obligation amounts to DKK 55k.

The Company has entered into a cooperation agreement regarding rent of storage and warehouse operation. The agreement is interminable until 31 December 2017.

11. Mortgages and securities

Guarantee obligations issued by financial institutions constitute DKK 30,393k.

The Company has provided a guarantee regarding rent obligation for Jyske Bank, which amounts to DKK 900k.

Parent income statement for 2015/16

	<u>Notes</u>	<u>2015/16 DKK'000</u>	<u>2014/15 DKK'000</u>
Gross profit		36.458	18.888
Staff costs	1	(17.112)	(15.117)
Depreciation, amortisation and impairment losses		<u>(675)</u>	<u>(454)</u>
Operating profit/loss		18.671	3.317
Income from investments in group enterprises		8.393	2.572
Other financial income		1.085	1.940
Other financial expenses		<u>(1.748)</u>	<u>(1.623)</u>
Profit/loss from ordinary activities before tax		26.401	6.206
Tax on profit/loss from ordinary activities		<u>(4.219)</u>	<u>(875)</u>
Profit/loss for the year		<u>22.182</u>	<u>5.331</u>
Proposed distribution of profit/loss			
Dividend for the financial year		23.000	5.300
Reserve for net revaluation according to the equity method		5.737	2.572
Retained earnings		<u>(6.555)</u>	<u>(2.541)</u>
		<u>22.182</u>	<u>5.331</u>

Parent balance sheet at 31.03.2016

	Notes	2015/16 DKK'000	2014/15 DKK'000
Acquired licences		1.092	306
Intangible assets	2	1.092	306
Other fixtures and fittings, tools and equipment		690	497
Property, plant and equipment	3	690	497
Investments in group enterprises		10.937	4.930
Deposits		90	90
Fixed asset investments	4	11.027	5.020
Fixed assets		12.809	5.823
Manufactured goods and goods for resale		62.364	46.731
Prepayments for goods		1.485	2.581
Inventories		63.849	49.312
Trade receivables		25.912	17.048
Receivables from group enterprises		20.896	24.165
Deferred tax assets		0	51
Other short-term receivables		2.243	3.428
Income tax receivable		2.657	2.476
Prepayments	5	624	1.050
Receivables		52.332	48.218
Cash		5.229	5.205
Current assets		121.410	102.735
Assets		134.219	108.558

Parent balance sheet at 31.03.2016

	Notes	2015/16 DKK'000	2014/15 DKK'000
Contributed capital	6	10.000	10.000
Reserve for net revaluation according to the equity method		9.198	3.461
Retained earnings		16.060	25.390
Proposed dividend		23.000	5.300
Equity		58.258	44.151
Provisions for deferred tax		148	0
Other provisions	7	3.179	3.600
Provisions		3.327	3.600
Bank loans		58.781	47.099
Trade payables		7.290	10.415
Other payables		6.563	3.293
Current liabilities other than provisions		72.634	60.807
Liabilities other than provisions		72.634	60.807
Equity and liabilities		134.219	108.558
Contingent liabilities	8		
Mortgages and securities	9		
Ownership	10		

Parent statement of changes in equity for 2015/16

	Contri- buted capi- tal DKK'000	Reserve for net re- valuation according to the equity me- thod DKK'000	Retained earnings DKK'000	Proposed dividend DKK'000
Equity beginning of year	10.000	3.461	25.390	5.300
Ordinary dividend paid	0	0	0	(5.300)
Fair value adjustments of hedging instru- ments	0	0	(3.627)	0
Tax of equity postings	0	0	852	0
Profit/loss for the year	0	5.737	(6.555)	23.000
Equity end of year	10.000	9.198	16.060	23.000
				Total DKK'000
Equity beginning of year				44.151
Ordinary dividend paid				(5.300)
Fair value adjustments of hedging instruments				(3.627)
Tax of equity postings				852
Profit/loss for the year				22.182
Equity end of year				58.258

Notes to parent financial statements

	2015/16 DKK'000	2014/15 DKK'000
1. Staff costs		
Wages and salaries	15.180	13.206
Pension costs	1.344	1.316
Other social security costs	226	263
Other staff costs	362	332
	17.112	15.117
 Average number of employees	 31	 30
	 Remune- ration of manage- ment 2015/16 DKK'000	 Remune- ration of manage- ment 2014/15 DKK'000
Executive Board	4.537	4.493
Board of Directors	150	150
	4.687	4.643
		 Other fix- tures and fittings, tools and equipment DKK'000
3. Property, plant and equipment		
Cost beginning of year		2.661
Additions		523
Disposals		(350)
Cost end of year		2.834
 Depreciation and impairment losses beginning of the year		(2.164)
Depreciation for the year		(330)
Reversal regarding disposals		350
Depreciation and impairment losses end of the year		(2.144)
 Carrying amount end of year		 690

Notes to parent financial statements

	Investments in group enter- prises DKK'000	Deposits DKK'000
4. Fixed asset investments		
Cost beginning of year	1.469	90
Additions	425	0
Disposals	(154)	0
Cost end of year	1.740	90
Revaluations beginning of year	3.461	0
Share of profit/loss for the year	6.938	0
Dividend	(575)	0
Other adjustments	(105)	0
Reversal regarding disposals	(522)	0
Revaluations end of year	9.197	0
Carrying amount end of year	10.937	90

5. Prepayments

Prepayments recognised under assets comprise costs incurred relating to subsequent financial years.

	Number	Par value DKK'000	Nominal value DKK'000
6. Contributed capital			
Private share class A	10.000	1	10.000
	10.000		10.000

7. Other provisions

Other provisions comprise anticipated costs of warranty obligations. Warranty obligations comprise commitments to remedy defects within the warranty period.

8. Contingent liabilities

The Company has signed a lease contract with an obligation for 6 months' rent. The obligation amounts to DKK 231k. Furthermore, the Company has signed a lease contract with a rent obligation until 30.06.2024. The obligation amounts to DKK 7,440k.

Notes to parent financial statements

The Company has entered into a cooperation agreement regarding rent of storage and warehouse operation. The agreement is interminable until 31 December 2017.

9. Mortgages and securities

Guarantee obligations issued by financial institutions constitute DKK 30,393k.

The Company has provided a guarantee regarding rent obligation for Jyske Bank, which amounts to DKK 900k.

Collateral securities provided for subsidiaries and group enterprises

The Entity has guaranteed the subsidiaries' debt to Handelsbanken. The subsidiaries' bank debt amounts to DKK 3,813k.

10. Ownership

The following capital owners have been registered in the Company's register of shareholders as holding at least 5% of the share capital:

Hekjet A/S, Egå

T.U. Holding ApS, Sabro