


**PLM Group Danmark A/S
Central Business Registration No
19241580
Langebjergvænget 4
4000 Roskilde**

Annual report 2015

The Annual General Meeting adopted the annual report on 27.04.2016

Chairman of the General Meeting


Name: BESS FRANSEN

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Entity details

Entity

PLM Group Danmark A/S
Langebjergvænget 4
4000 Roskilde

Central Business Registration No: 19241580

Founded: 10.04.1996

Registered in: Roskilde

Financial year: 01.01.2015 - 31.12.2015

Board of Directors

Jess Glad Frandsen, Chairman

Morten Strømsted

Allan Thorvaldsen

Executive Board

Jan Lundström, Chief Executive Officer

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

Postbox 1600

0900 Copenhagen

Statement by Management on the annual report

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

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

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

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

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

Roskilde, 27.04.2016

Executive Board



Jan Lundström
Chief Executive Officer

Board of Directors



Jess Glad Frandsen
Chairman



Morten Strømsted



Allan Thorvaldsen

Independent auditor's reports

To the owner of PLM Group Danmark A/S

Report on the financial statements

We have audited the financial statements of PLM Group Danmark A/S for the financial year 01.01.2015 - 31.12.2015, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes. The financial statements 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the 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 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 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 financial statements give a true and fair view of the Company's financial position at 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

Independent auditor's reports

Statement on the management commentary

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

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

Copenhagen, 27.04.2016

Deloitte

Statsautoriseret Revisionspartnerselskab



Henrik Kjelgaard
State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

Primary activities

PLM Group is the largest Dassault Systèmes / SolidWorks value added reseller in Northern Europe serving approx. 3,500 customers from a wide range of industries.

PLM Group makes customers more competitive by implementing solutions based on PLM application software into their entire value chain. The intuitive and high torque solutions generate 3D capabilities to sell, design, manufacture, deliver and service better products, faster and more cost-effectively.

Development in activities and finances

The result for the year is a profit of DKK 351k which is considered in line with Management's expectation.

In the autumn of 2015 a pan-Nordic team was re-established with the aim of closer integrate the Nordic/Baltic markets, to be able to continue strengthening the service offering to customers and to optimize the company's sales efforts.

The company expects to grow in license sales during 2016. In addition the sale of training and consulting is also expected to grow.

In 2016, the company will start selling 3D printers from 3D Systems.

Uncertainty relating to recognition and measurement

There are no material uncertainties relating to recognition and measurement.

Unusual circumstances affecting recognition and measurement

There are no unusual circumstances that have affected the recognition and measurement.

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 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 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.

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.

Income statement

Gross profit or loss

With reference to section 32 in the Danish Financial Statement Act, the gross profit/loss contains revenue, cost of sales and external expenses.

Accounting policies

Revenue

Revenue from the sale of goods for resale is recognised in the income statement when delivery is made and the 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.

Cost of sales

Cost of sales comprises costs of sales for the financial year measured at cost, adjusted for ordinary inventory write-downs and consists of the purchase of licenses from SolidWorks.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including distribution, sales advertising, administration, premises, bad debt, operational leasing contracts etc.

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.

Other financial expenses

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

Income taxes

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

The Entity is jointly taxed with all 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).

Accounting policies

Balance sheet

Intellectual property rights etc

Intellectual property rights etc comprise development projects completed and in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred.

The costs of development projects comprises costs such as salaries and amortisation that are directly and indirectly attributable to the development projects.

Completed development projects are amortised on a straight-line basis using the estimated useful lives of the assets. The amortisation period is five years. For development projects protected by intellectual property rights, the maximum amortisation period is the remaining duration of the relevant rights. Development projects are written down to the lower of recoverable amount and carrying amount.

Intellectual property rights acquired are measured at cost less accumulated amortisation. Patents are amortised over their remaining duration, and licences are amortised over the term of the agreement, but over no more than 20 years.

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

Property, plant and equipment

Machinery as well as 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	5-10 years
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Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Accounting policies

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.

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.

Other financial liabilities

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

Prepayments received from customers

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

Income tax receivable or payable

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

Deferred income

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

Income statement for 2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Gross profit		14.106.452	13.145.916
Staff costs	1	(13.582.926)	(11.262.063)
Depreciation, amortisation and impairment losses	2	<u>(115.247)</u>	<u>(308.402)</u>
Operating profit/loss		408.279	1.575.451
Other financial income	3	173.499	107.674
Other financial expenses	4	<u>(122.467)</u>	<u>(74.505)</u>
Profit/loss from ordinary activities before tax		459.311	1.608.620
Tax on profit/loss from ordinary activities	5	<u>(108.509)</u>	<u>(393.279)</u>
Profit/loss for the year		<u>350.802</u>	<u>1.215.341</u>
Proposed distribution of profit/loss			
Retained earnings		<u>350.802</u>	<u>1.215.341</u>
		<u>350.802</u>	<u>1.215.341</u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Completed development projects		48.936	97.872
Acquired intangible assets		0	0
Development projects in progress		427.395	0
Intangible assets	6	476.331	97.872
Other fixtures and fittings, tools and equipment		142.371	218.182
Property, plant and equipment	7	142.371	218.182
Deposits		520.625	520.625
Fixed asset investments	8	520.625	520.625
Fixed assets		1.139.327	836.679
Trade receivables		9.216.554	5.857.294
Receivables from group enterprises		9.298.757	8.330.091
Other short-term receivables		203.522	224.458
Prepayments		446.100	518.191
Receivables		19.164.933	14.930.034
Cash		1.652.734	8.816
Current assets		20.817.667	14.938.850
Assets		21.956.994	15.775.529

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Contributed capital		500.000	500.000
Retained earnings		<u>1.309.859</u>	<u>959.057</u>
Equity		<u>1.809.859</u>	<u>1.459.057</u>
Provisions for deferred tax		<u>13.397</u>	<u>28.074</u>
Provisions		<u>13.397</u>	<u>28.074</u>
Bank loans		0	48.189
Prepayments received from customers		44.931	0
Trade payables		6.252.135	4.284.599
Debt to group enterprises		5.235.675	2.023.623
Income tax payable		123.186	456.197
Other payables	9	5.791.479	4.341.838
Deferred income		<u>2.686.332</u>	<u>3.133.952</u>
Current liabilities other than provisions		<u>20.133.738</u>	<u>14.288.398</u>
Liabilities other than provisions		<u>20.133.738</u>	<u>14.288.398</u>
Equity and liabilities		<u>21.956.994</u>	<u>15.775.529</u>
Unrecognised rental and lease commitments	10		
Contingent liabilities	11		
Ownership	12		
Consolidation	13		

Statement of changes in equity for 2015

	<u>Contributed capital DKK</u>	<u>Retained ear- nings DKK</u>	<u>Total DKK</u>
Equity beginning of year	500.000	959.057	1.459.057
Profit/loss for the year	0	350.802	350.802
Equity end of year	<u>500.000</u>	<u>1.309.859</u>	<u>1.809.859</u>

The contributed capital consists of 5,000 shares of DKK 100. None of the shares have special rights.

There has been no change in the share capital in the previous five years.

Notes

	2015	2014
	DKK	DKK'000
1. Staff costs		
Wages and salaries	11.819.473	9.627.161
Pension costs	1.152.597	959.949
Other social security costs	178.759	163.873
Other staff costs	432.097	511.080
	<u>13.582.926</u>	<u>11.262.063</u>
	2015	2014
	DKK	DKK'000
2. Depreciation, amortisation and impairment losses		
Amortisation of intangible assets	48.936	48.936
Depreciation of property, plant and equipment	75.811	86.061
Profit/loss from sale of intangible assets and property, plant and equipment	(9.500)	173.405
	<u>115.247</u>	<u>308.402</u>
	2015	2014
	DKK	DKK'000
3. Other financial income		
Financial income arising from group enterprises	173.190	107.191
Interest income	309	483
	<u>173.499</u>	<u>107.674</u>
	2015	2014
	DKK	DKK'000
4. Other financial expenses		
Financial expenses from group enterprises	89.028	36.544
Interest expenses	4.892	0
Exchange rate adjustments	28.547	37.961
	<u>122.467</u>	<u>74.505</u>
	2015	2014
	DKK	DKK'000
5. Tax on ordinary profit/loss for the year		
Current tax	123.186	456.197
Change in deferred tax for the year	(14.677)	(61.087)
Effect of changed tax rates	0	(1.831)
	<u>108.509</u>	<u>393.279</u>

Notes

	Completed development projects DKK	Acquired intangible assets DKK
6. Intangible assets		
Cost beginning of year	244.680	2.250.000
Cost end of year	<u>244.680</u>	<u>2.250.000</u>
Amortisation and impairment losses beginning of year	(48.936)	(2.250.000)
Amortisation for the year	<u>(146.808)</u>	<u>0</u>
Amortisation and impairment losses end of year	<u>(195.744)</u>	<u>(2.250.000)</u>
Carrying amount end of year	<u>48.936</u>	<u>0</u>
		Other fix- tures and fittings, tools and equipment DKK
7. Property, plant and equipment		
Cost beginning of year		1.589.214
Disposals		<u>(155.202)</u>
Cost end of year		<u>1.434.012</u>
Depreciation and impairment losses beginning of the year		(1.371.032)
Depreciation for the year		(75.811)
Reversal regarding disposals		<u>155.202</u>
Depreciation and impairment losses end of the year		<u>(1.291.641)</u>
Carrying amount end of year		<u>142.371</u>
		Deposits DKK
8. Fixed asset investments		
Cost beginning of year		<u>520.625</u>
Cost end of year		<u>520.625</u>
Carrying amount end of year		<u>520.625</u>

Notes

	<u>2015</u> <u>DKK</u>	<u>2014</u> <u>DKK'000</u>
9. Other short-term payables		
VAT and duties	2.699.080	2.560.424
Wages and salaries, personal income taxes, social security costs, etc. payable	1.437.811	184.762
Holiday pay obligation	1.561.174	1.323.232
Other costs payable	93.414	273.420
	<u>5.791.479</u>	<u>4.341.838</u>
	<u>2015</u> <u>DKK</u>	<u>2014</u> <u>DKK'000</u>
10. Unrecognised rental and lease commitments		
Commitments under rental agreements or leases until expiry	<u>11.610.449</u>	<u>13.122.269</u>

11. Contingent liabilities

The Company participates in a Danish joint taxation arrangement in which MST Finance & Consult ApS 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.

12. Ownership

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

PLM Group ApS, Langebjergvænget 4, 4000 Roskilde

13. Consolidation

Name and registered office of the Parent preparing consolidated financial statements for the largest group:

MST Finance & Consult ApS, Edlevej 4, 2900 Hellerup

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:

PLM Holding ApS, Edlevej 4, 2900 Hellerup