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BDO Statsautoriseret revisionsaktieselskab
Havneholmen 29
DK-1561 Copenhagen V
CVR no. 20 22 26 70

UNSTRESSED SALMON A/S
HØRSOLM KONGEVEJ 40, 2970 HØRSOLM
ANNUAL REPORT
1 JANUARY - 31 DECEMBER 2016

**The Annual Report has been presented and
adopted at the Company's Annual General
Meeting on 20 May 2017**

Jan-Erik Pihl

The English part of this document is an unofficial translation of the original Danish text, and in case of any discrepancy between the Danish text and the English translation, the Danish text shall prevail.

CVR NO. 20 24 76 73

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COMPANY DETAILS

Company	Unstressed Salmon A/S Hørsholm Kongevej 40 2970 Hørsholm CVR no.: 20 24 76 73 Established: 1 July 1997 Registered Office: Rudersdal Financial Year: 1 January - 31 December
Board of Directors	Christian Mustad, Chairman Jan-Erik Pihl Nicola Mustad
Board of Executives	Jan-Erik Pihl
Auditor	BDO Statsautoriseret revisionsaktieselskab Havneholmen 29 1561 Copenhagen V
Bank	Sparekassen Sjælland Isefjord Allé 5 4300 Holbæk Valiant Bank Postfach 3001 Bern, Switzerland

STATEMENT BY BOARD OF DIRECTORS AND BOARD OF EXECUTIVES

Today the Board of Directors and Board of Executives have discussed and approved the Annual Report of Unstressed Salmon A/S for the year 1 January - 31 December 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 the Company's financial position at 31 December 2016 and of the results of the the Company's operations for the financial year 1 January - 31 December 2016.

The Management's Review includes in our opinion a fair presentation of the matters dealt with in the review.

The board of directors and board of executives remain of the opinion that the conditions for opting out of audit have been fulfilled.

We recommend the Annual Report be approved at the Annual General Meeting.

Copenhagen, 20 May 2017

Board of Executives

Jan-Erik Pihl

Board of Directors

Christian Mustad
Chairman

Jan-Erik Pihl

Nicola Mustad

ENGAGEMENT TO COMPILE FINANCIAL INFORMATION

To the Shareholders of Unstressed Salmon A/S

We have compiled the Financial Statements of Unstressed Salmon A/S for the financial year 1 January - 31 December 2016 based on the Company's accounting records and other information provided by management.

The Financial Statements comprise a summary of income statement, balance sheet, notes and significant accounting policies.

We performed this compilation engagement in accordance with the International Standard, Compilation Engagements.

We have applied our professional expertise to assist management in the preparation and presentation of the Financial Statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Accountants Act and FSR - Danish auditors' Ethical rules applying to auditors, including principles of integrity, objectivity, professional competence and due care.

The Financial Statements and the accuracy and completeness of the information used to compile the Financial Statements are management's responsibility.

Since an engagement to compile financial information is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by management to us to compile the Financial Statements. Accordingly, we do not express an audit opinion or a review conclusion on whether the Financial Statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 20 May 2017

BDO Statsautoriseret revisionsaktieselskab
CVR-nr. 20 22 26 70

Henrik Brünings
State Authorised Public Accountant

MANAGEMENT'S REVIEW

Principal activities

The company's principal activities include commission income from sale of Unstressed Salmon to Danish and European customers. Brazil is not expected to commence before mid of 2017.

Development in activities and financial position

It is a condition for the company's continued activities that positive operations are realised and that liquidity is generated. The main hindrance to the latter is and has been the financial costs to the bank, which have been dramatically cut by April 2017 and should be eliminated in full by end of June 2017 at the latest.

Therefore there will be no need for a third party to support operations by paying any interest for the future.

The financial statements are therefore presented on the assumption of going concern.

Results for the year in relation to the expected development:

Although the year of 2016 did not live up to the expectations set out by the Shareholders nor the Board of Directors, there is a growing optimism for 2017 as:

- We expect to be entering the Brazilian market later this year [finally], which would be very significant - for the 2017 accounting year. It is not difficult to figure out the impact of such an increase.

And since the dependence upon the Company's relation with its Bank, will be null-and-void by mid 2017 and leave the company to further improve its operations; as already can be seen for 2016.

Significant events after the end of the financial year

No events have occurred after the end of the financial year of material importance for the company's financial position.

INCOME STATEMENT 1 JANUARY - 31 DECEMBER

	Note	2016 DKK	2015 DKK
GROSS PROFIT		223.973	223.177
Distribution costs.....		-65.502	-156.347
Administrative expenses.....		-99.519	-109.392
OPERATING PROFIT		58.952	-42.562
Financial income.....		3.229	-3.473
Financial expenses.....		-103.522	-112.716
PROFIT BEFORE TAX		-41.341	-158.751
Tax on profit/loss for the year.....		0	0
PROFIT FOR THE YEAR		-41.341	-158.751
 PROPOSED DISTRIBUTION OF LOSS			
Accumulated loss.....		-41.341	-158.751
TOTAL		-41.341	-158.751

BALANCE SHEET AT 31 DECEMBER

ASSETS	Note	2016 DKK	2015 DKK
Trade receivables.....		0	19.132
Receivables.....		0	19.132
CURRENT ASSETS.....		0	19.132
ASSETS.....		0	19.132

BALANCE SHEET AT 31 DECEMBER

EQUITY AND LIABILITIES	Note	2016 DKK	2015 DKK
Share capital.....		850.000	850.000
Retained loss.....		-26.275.617	-26.234.276
EQUITY.....		-25.425.617	-25.384.276
Subordinate loan capital.....		16.504.690	16.598.207
Long-term liabilities.....	1	16.504.690	16.598.207
Bank debt.....		985.729	955.763
Other liabilities.....		7.935.198	7.849.438
Current liabilities.....		8.920.927	8.805.201
LIABILITIES.....		25.425.617	25.403.408
EQUITY AND LIABILITIES.....		0	19.132
 Charges and securities	 2		
Uncertainty with respect to going concern	3		
Staff costs	4		

NOTES

	Note															
<p>Long-term liabilities</p> <table border="0" style="width: 100%; margin-left: 40px;"> <thead> <tr> <th style="width: 30%;"></th> <th style="width: 15%; text-align: right;">1/1 2016 total liabilities</th> <th style="width: 15%; text-align: right;">31/12 2016 total liabilities</th> <th style="width: 15%; text-align: right;">Repayment next year</th> <th style="width: 25%; text-align: right;">Debt outstanding after 5 years</th> </tr> </thead> <tbody> <tr> <td>Subordinate loan capital.....</td> <td style="text-align: right;">16.598.207</td> <td style="text-align: right;">16.504.690</td> <td style="text-align: right;">0</td> <td style="text-align: right;">0</td> </tr> <tr> <td></td> <td style="text-align: right;">16.598.207</td> <td style="text-align: right;">16.504.690</td> <td style="text-align: right;">0</td> <td style="text-align: right;">0</td> </tr> </tbody> </table>		1/1 2016 total liabilities	31/12 2016 total liabilities	Repayment next year	Debt outstanding after 5 years	Subordinate loan capital.....	16.598.207	16.504.690	0	0		16.598.207	16.504.690	0	0	1
	1/1 2016 total liabilities	31/12 2016 total liabilities	Repayment next year	Debt outstanding after 5 years												
Subordinate loan capital.....	16.598.207	16.504.690	0	0												
	16.598.207	16.504.690	0	0												
<p>Charges and securities Securities has been provided by third party for the company's engagement with bank.</p>	2															
<p>Uncertainty with respect to going concern It is a condition for the company's continued activities that positive operations are realised and that liquidity is generated. The company's expectations to 2017 are positive and it has a clear expectation of higher earnings. A third party has committed to support operations by paying the interest on the bank credit in the coming 12 months. The financial statements are therefore presented on the assumption of going concern.</p>	3															
<p>Staff costs Average number of employees 1 (2015: 1)</p>	4															

ACCOUNTING POLICIES

The annual report of Unstressed Salmon A/S for 2016 has been presented in accordance with the provisions of the Danish Financial Statements Act for enterprises in reporting class B with additional choice of rules relating to reporting class C.

The Annual Report is prepared consistently with the accounting principles used last year.

INCOME STATEMENT

Net revenue

Net revenue from sale of merchandise and finished goods is recognised in the Income Statement if supply and risk transfer to purchaser has taken place before the end of the year and if the income can be measured reliably and is expected to be received. Net revenue is recognised exclusive of VAT, duties and less discounts related to the sale.

Distribution costs

The costs incurred for distribution of goods sold during the year and for sales campaigns carried out during the year are recognised in distribution costs. The costs of the sales personnel, advertising and exhibition costs and amortisation are also recognised in distribution costs.

Administrative expenses

Administrative expenses recognise costs incurred during the year regarding management and administration of the group, inclusive of costs relating to the administrative staff, executives, office premises, office expenses etc and related amortisation.

Financial income and expenses in general

Financial income and expenses include interest income and expenses, financial expenses of finance leases, realised and unrealised gains and losses arising from investments in financial assets, debt and transactions in foreign currencies, amortisation of financial assets and liabilities as well as charges and allowances under the tax-on-account scheme etc. Financial income and expenses are recognised in the income statement by the amounts that relate to the financial year.

Tax on profit for the year

The tax for the year, which consists of the current tax for the year and changes in deferred tax, is recognised in the income statement by the portion that may be attributed to the profit for the year, and is recognised directly in the equity by the portion that may be attributed to entries directly to the equity.

BALANCE SHEET

Receivables

Receivables are measured at amortised cost which usually corresponds to nominal value. The value is reduced by impairment losses to meet expected losses.

ACCOUNTING POLICIES

Tax payable and deferred tax

Current tax liabilities and receivable current tax are recognised in the balance sheet as the calculated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and taxes paid on account.

Deferred tax is measured on the temporary differences between the carrying amount and the tax value of assets and liabilities.

Deferred tax assets, including the tax value of tax loss carry-forwards, are measured at the expected realisable value of the asset, either by set-off against tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that under the legislation in force on the balance sheet date would be applicable when the deferred tax is expected to crystallise as current tax. Any changes in the deferred tax resulting from changes in tax rates, are recognised in the income statement, except from items recognised directly in equity.

Liabilities

Financial liabilities are recognised at the time of borrowing by the amount of proceeds received less borrowing costs. In subsequent periods, the financial liabilities are measured at amortised cost equal to the capitalised value when using the effective interest, the difference between the proceeds and the nominal value being recognised in the income statement over the term of loan.

Amortised cost of current liabilities usually corresponds to nominal value.