

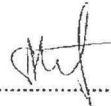
## **CHC Denmark ApS**

c/o United Tax Network, Algade 44, 9000 Aalborg  
CVR-no. 21 35 67 78

**Annual report 2017/18**  
for the period 1 May 2017 – 30 April 2018

Approved at the annual general meeting of shareholders on 04 October 2018

Chairman



Shaun Stewart

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**Statement by the Board of Directors and the Executive Board**

The Board of Directors and the Executive Board have today discussed and approved the annual report of CHC Denmark ApS for the financial year 1 May 2017-30 April 2018.

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

In our opinion, the financial statements give a true and fair view of the Company's financial position at 30 April 2018 and the results of the Company's operations for the financial year 1 May 2017 – 30 April 2018.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend the adoption of the annual report at the annual general meeting.

Aberdeen

United Kingdom

04 October 2018

Executive Board



Mark Antony Abbey

Board of Directors:



Shaun Stewart  
Chairman



Mark Antony Abbey

## **Independent auditor report on the financial statements**

**To the shareholders of CHC Denmark ApS**

### **Opinion**

We have audited the financial statements of CHC Denmark ApS for the financial year 1 May 2017 - 30 April 2018, which comprise an income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 30 April 2018 and of the results of the Company's operations for the financial year 1 May 2017 – 30 April 2018 in accordance with the Danish Financial Statements Act.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of financial statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Management's responsibilities 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.

In preparing the financial statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusion is based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Statement on the Management's review**

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

Based on our procedures, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's review.

Vejle, 04 October 2018  
Ernst & Young  
Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28



Lars Koudal Jensen  
State Authorised Public Accountant  
MNE no.: mne26778



Jonas Kirk Kristiansen  
State Authorised Public Accountant  
MNE no.: mne35475

## Management's review

### Company details

Name	CHC Denmark ApS c/o United Tax Network
Address	Algade 44, 9000 Aalborg
CVR Number	21 35 67 78
Financial year	1 May 2017 – 30 April 2018
Board of Directors	Shaun Stewart, Chairman Mark Antony Abbey
Executive Board	Mark Antony Abbey
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Lysholt Alle 10, 7100 Vejle, Denmark
Bankers	Bank of America N.A.

### Operating review

#### The Company's business review

The Company's main business activity was helicopter flying and related activities.

The company has been without activity since 2014.

#### Financial review

The income statement for 2017/18 shows a loss of DKK 377,938 against a loss of DKK 251,972 last year, and the balance sheet at 30 April 2018 shows a negative equity of DKK -40,869,244.

#### Special risks

The company is subject to the capital loss provisions in the Danish Private Companies Act.

The parent company EEA Helicopter Operations B.V., has confirmed that it will provide CHC Denmark ApS with financial support and assist CHC Denmark ApS in meeting their liabilities, as and when they fall due.

#### Post balance sheet events

No significant events have occurred subsequent to the financial year.

Financial statements for the period 1 May 2017 - 31 April 2018

Income statement

Notes	DKK	<u>2017/18</u>	<u>2016/17</u>
	Gross profit/loss	-109.101	-185.654
	Financial income	0	23.833
3	Financial expenses	-268.837	-90.156
	<b>Profit/loss before tax</b>	<u>-377.938</u>	<u>-251.977</u>
4	Tax for the year	0	5
	<b>Profit/loss for the year</b>	<u>-377.938</u>	<u>-251.972</u>
	<b>Proposed profit appropriation/distribution of loss</b>	<u>-377.938</u>	<u>-251.972</u>
	Retained earnings/accumulated loss	<u>-377.938</u>	<u>-251.972</u>



Financial statements for the period 1 May 2017 - 30 April 2018

Balance sheet

Notes	DKK	2017/18	2016/17
	<b>ASSETS</b>		
	<b>Current Assets</b>		
	Receivables	0	0
	Receivables from group entities	5.955.785	1.871.881
	Other Receivables	60.743	33.718
		<u>6.016.528</u>	<u>1.905.599</u>
	Cash	140.776	4.609.426
	<b>Total current assets</b>	<u>6.157.304</u>	<u>6.515.025</u>
	<b>TOTAL ASSETS</b>	<u>6.157.304</u>	<u>6.515.025</u>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
5	Share Capital	125.000	125.000
	Retained earnings/accumulated loss	-40.994.244	-40.616.306
	<b>Total Equity</b>	<u>-40.869.244</u>	<u>-40.491.306</u>
	<b>Liabilities other than provisions</b>		
	<b>Current liabilities other than provisions</b>		
	Debt to group entities	46.895.485	46.875.271
	Corporate tax	12.678	12.678
	Other payables	118.385	118.382
	Deferred income	0	0
		<u>47.026.548</u>	<u>47.006.331</u>
	<b>Total liabilities other than provisions</b>	<u>47.026.548</u>	<u>47.006.331</u>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<u>6.157.304</u>	<u>6.515.025</u>

- 1 Accounting policies
- 2 Material uncertainties regarding going concern
- 6 Related parties

Financial statements for the period 1 May 2017- 31 April 2018

Statement of changes in equity

DKK	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 May 2017	125.000	-40.616.306	-40.491.306
Profit/loss for the year	0	-377.938	-377.938
Equity 30 April 2018	<u>125.000</u>	<u>-40.994.244</u>	<u>-40.869.244</u>

## Financial statements for the period 1 May 2017 - 30 April 2018

### Notes to the financial statements

#### 1. Accounting Policies

The annual report at CHC Denmark ApS for 2017/18 has been presented in accordance with the provisions of the Danish Financial Statements Act as regards reporting class B enterprises.

The accounting policies applied by the company are consistent with those of last year.

#### Income statement

##### Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, the items 'Revenue', 'Costs of sale', 'Other external expenses' and 'Other operating income' are consolidated into one item designated 'Gross profit/loss'.

##### Other external expenses

Other external expenses include the year's expenses relating to the entity's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operation leases, etc.

##### Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to the transactions taken to equity is recognised in equity.

#### Balance Sheet

##### Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective indication that a receivable or a group of receivables is impaired. If there is objective indication that an individual receivable has been impaired, write-down is made on individual basis.

Receivables with no objective indication of individual impairment are tested for objective indication of impairment on a portfolio basis. The portfolios are primarily composed on the basis of debtors' domicile and credit ratings in accordance with the Company's risk management policy. The objective indicators used for portfolios are determined based on historical loss experience.

Write downs are calculated as the difference between the carrying amount of receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

**Financial statements for the period 1 May 2017 - 30 April 2018**

**Notes to the financial statements**

**1. Accounting Policies (continued)**

**Corporation tax**

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the expected value of their utilisation; either as a set off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

**Liabilities**

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

**2. Unusual circumstances**

The company is subject to the capital loss provisions in the Danish Private Companies Act.

The company's continued operation is dependent on the parent company's financial support. The parent company, EEA Helicopter Operations B.V. has issued a letter of support towards the company about granting financial support to CHC Denmark ApS, so that the company is able to pay its liabilities, when they fall due. The commitment is valid until 12 months from the date of signing of these accounts.

As a result of the matters mentioned the supervisory board found it proper to prepare the financial statements according to the going concern principle.

Financial statements for the period 1 May 2017 - 30 April 2018

Notes to the financial statements

3. Financial expenses

DKK	<u>2017/18</u>	<u>2016/17</u>
Interest expenses, group entities	0	0
Other financial expenses	<u>268.837</u>	<u>90.156</u>
	<u>268.837</u>	<u>90.156</u>

4. Financial expenses

Tax for the year	<u>0</u>	<u>-5</u>
	<u>0</u>	<u>-5</u>

5. Share capital

The share capital has been unchanged during the last 5 years

6. Related parties

CHC Denmark ApS related parties comprise the following:

Information about consolidated financial statements

Parent	Domicile
6922767 Holding S.A.R.L	Luxemburg