

Leprese Holdings ApS

Harbour House
Sundkrogsgade 21,
2100 Copenhagen

CVR no. 21 55 82 81

Annual Report 2015



Chairman Pernille Ohlsen

Approved at the Company's Annual General Meeting on 31 May 2016.

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MANAGEMENT'S REPORT

The Management has today discussed and approved the Annual Report of Leprese Holdings ApS for the financial year 1 January 2015 - 31 December 2015.

The Annual Report has been prepared in accordance with the Danish Financial Statements Act.

It is our opinion that the financial statements give a true and fair view of the Company's financial position at 31 December 2015 and of the results of the Company's operations for the financial year 1 January 2015 - 31 December 2015.

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

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

Copenhagen, 31 May 2016

Management



Pernille Ohlsen

INDEPENDENT AUDITORS' REPORT

To the shareholders of Leprese Holdings ApS.

Report on the annual accounts

We have audited the annual accounts of Leprese Holdings ApS for the financial year 1 January to 31 December 2015, which comprise accounting policies used, profit and loss, balance sheet and notes. The annual accounts are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility for the annual accounts

Management is responsible for the preparation of annual accounts that give a true and fair view in accordance with the Danish Financial Statements Act. Furthermore, the management is responsible for such internal control considered necessary in order to prepare annual accounts that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on the annual accounts 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 annual accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement in the annual accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of annual accounts 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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as the overall presentation of the annual accounts.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the annual accounts give a true and fair view of the company's assets, liabilities and financial position at 31 December 2015 and of the results of the company's operations for the financial year 1 January to 31 December 2015 in accordance with the Danish Financial Statements Act.

Leprese Holdings ApS

INDEPENDENT AUDITORS' REPORT

Statement on the management's review

Pursuant to the Danish Financial Statements Act, we have read the management's review. We have not performed any other procedures in addition to the performed audit of the annual accounts. On this basis, it is our opinion that the information provided in the management's review is consistent with the annual accounts.

Copenhagen, 31 May 2016

Grant Thornton

CVR-no. 34209936


Brian Ragnussen
State Authorized Public Accountant

COMPANY INFORMATION

Company name	Leprese Holdings ApS
CVR no.	21 55 82 81
Address	Harbour House Sundkrogsgade 21, 2100 Copenhagen
Date of incorporation	1. marts 1999
Number of financial year(s)	17.
Municipality of domicile	Copenhagen
Management	Pernille Ohlsen
Auditors	Grant Thornton Stockholmgade 45 2100 Copenhagen CVR-no. 34 20 99 36
Annual General Meeting	
Chairman	
Ownership control	The Company is owned by: Kilicon Enterprises Company Limited Esperidon 12, 4th floor PC 1087 Nicosia
Subsidiaries	Leprese Holdings (Israel) Ltd.

MANAGEMENT'S REVIEW

Principal activities of the Company

The principal activity of the Company is to hold shares in subsidiaries.

Unusual circumstances

No unusual circumstances have affected the Company's activities during the year.

Uncertainty regarding recognition and measurement

The Company has no uncertainty regarding recognition and measurement.

Development in activities and financial matters

The Company's financial position and the result of the year will be shown in the following income statement of the financial year 1 January 2015 - 31 December 2015 and the balance sheet as per 31 December 2015.

It is the Company's 17. financial year. The Annual Report is prepared in DKK.

The result for the year shows a loss of DKK 158,888. The Management considers the result to be as expected.

Subsequent events

No significant events have occurred after the balance sheet date, which could have influence on the evaluation of the Annual Report.

Future prospects

The Company expects a profit for the coming year.

ACCOUNTING POLICIES

The Annual Report of the Company has been prepared in accordance with the provisions of the Danish Financial Statements Act for Class B companies.

The Annual Report is prepared in DKK.

The most significant elements of the accounting principles applied are described below. The accounting principles were applied consistently with the principles of prior year's financial reporting.

Consolidated financial statements

In accordance with the Danish Company's Accounting Act, section 110, the Company has used the option not to prepare consolidated financial statements.

Recognition and measurement

Revenue is recognised in the income statement as it is earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised costs are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, write downs and provisions.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the Company and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow from the Company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each individual item below.

Certain financial assets and liabilities are measured at cost, thus recognising a constant effective interest over the term. Amortised cost is computed as original cost less deductions, if any, as well as additions/deductions of the accumulated amortisation of the difference between cost and nominal value.

When recognising and measuring assets and liabilities, any gains, losses and risks occurred prior to the presentation of the Annual Report will be considered and evidence of such conditions existing at the balance sheet date will be taken into account.

Foreign currency translation

Transactions denominated in foreign currencies are translated at the exchange rates at the date of the transaction.

Receivables, liabilities and other items in foreign currencies which have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date.

ACCOUNTING POLICIES

Realised and unrealised exchange rate adjustments are included in the income statement as financial income/expenses.

Income statement

Other external expenses

Other external expenses comprise expenses for distribution, sale, marketing, administration, premises, bad debts, etc.

Financial items

Financial income and expense and similar items are recognised in the income statement with the amounts relating to the reporting period. Net financials include interest income and expense and realised and unrealised exchange rate gains and losses on foreign currency transactions.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and deferred tax for the year. The tax relating to the profit for the year is recognised in the income statement, whereas the tax related to equity transactions is recognised directly in equity.

Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

Balance sheet

Investments in subsidiaries

Investments in subsidiaries are measured at cost. If the cost exceeds the recoverable amount, write-down is provided to the lower value. The investment is reduced with declared dividend that exceeds retained earnings during the period of ownership.

Receivables

Receivables are measured at amortised cost. Write-downs for bad debt are based on individual assessment of receivables.

Tax assets, receivables and liabilities

Current tax liabilities and outstanding current tax are recognised in the balance sheet as computed tax on the taxable income for the year adjusted for tax on previous years' taxable income as well as for tax paid on account.

Cash and cash equivalents

Cash and cash equivalent comprise "Cash at bank and in hand" and "Current asset investments". "Current asset investments" consist of short-term securities with an insignificant risk of price exposure that can easily be converted into cash.

ACCOUNTING POLICIES

Deferred tax is measured according to the liability method in respect of temporary differences between accounting and tax values of assets and liabilities. In cases, e.g. regarding shares where computation of the tax value can be made according to alternative tax rules, deferred tax is measured either on basis of the planned use of the asset or on settlement of the liability.

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

Deferred tax is measured on basis of the tax rules and tax rates ruling at balance sheet date, when the deferred tax is expected to become current tax. Changes in deferred tax because of changes in tax rates are recognised in the income statement. On the basis of the assessment made by the management in regards to realisation of the Company's assets a tax rate of 22% has been applied when calculating deferred tax. When calculating tax on a net profit for the year the current tax rate of 23,5 has been applied.

Liabilities

Liabilities are measured at amortised cost equal to nominal value.

INCOME STATEMENT FOR THE PERIOD 1 JANUARY - 31 DECEMBER

	<u>Note</u>	<u>2015</u>	<u>2014</u>
		DKK	DKK
Other external costs		(158.625)	(200.810)
Gross profit/(Gross loss)		(158.625)	(200.810)
Profit/(loss) before financial items		(158.625)	(200.810)
Financial income	1	2	149
Financial expenses	2	(266)	(9.380)
Write-down of financial assets		0	3.565
Profit/(loss) before tax		(158.889)	(213.606)
Tax on net profit/(loss) for the year	3	0	0
Net profit/(loss) for the year		(158.889)	(213.606)

PROPOSED DISTRIBUTION OF PROFIT/LOSS

	<u>Note</u>	<u>2015</u>	<u>2014</u>
		DKK	DKK
Proposed distribution of profit/loss			
Retained earnings		<u>(158.889)</u>	<u>(213.606)</u>
Total Distribution		<u>(158.889)</u>	<u>(213.606)</u>

BALANCE 31 DECEMBER

	<u>Note</u>	<u>2015</u> DKK	<u>2014</u> DKK
ASSETS			
Investments in subsidiaries	4	0	0
Cash and cash equivalents		<u>42.450</u>	<u>43.799</u>
Total cash and cash equivalents		<u>42.450</u>	<u>43.799</u>
Total current assets		<u>42.450</u>	<u>43.799</u>
Total assets		<u>42.450</u>	<u>43.799</u>

BALANCE 31 DECEMBER

	<u>Note</u>	<u>2015</u> DKK	<u>2014</u> DKK
EQUITY AND LIABILITIES			
Share capital	5	129.000	129.000
Proposed dividend		0	0
Retained earnings/(losses)		<u>(115.514)</u>	<u>(128.113)</u>
Total shareholders' equity	6	<u>13.486</u>	<u>887</u>
Trade payables		<u>28.964</u>	<u>42.912</u>
Total short-term liabilities		<u>28.964</u>	<u>42.912</u>
Total liabilities		<u>28.964</u>	<u>42.912</u>
Total liabilities and shareholders' equity		<u>42.450</u>	<u>43.799</u>
Contractual obligations and contingencies, etc.	7		

NOTES TO THE FINANCIAL STATEMENTS

1	Financial income	2015 DKK	2014 DKK
	Exchange rate gain	2	149
	Financial income total	2	149
2	Financial expenses	2015 DKK	2014 DKK
	Interest expenses, bank	159	0
	Exchange rate loss	107	9.380
	Financial expenses total	266	9.380
3	Tax on net profit/(loss) for the year	2015 DKK	2014 DKK
	Tax of the year result	0	0
	Tax on net profit/(loss) for the year total	0	0
No taxes have been paid during the year. The company has no deferred tax liability.			
4	Investments in subsidiaries	2015 DKK	2014 DKK
	Cost beginning of the year	3.565	3.565
	Disposals during the year	(1.783)	0
	Cost end of the year	1.782	3.565
	Adjustment beginning of the year	(3.565)	0
	Disposal during the year	1.783	0
	Write down	0	(3.565)
	Adjustment end of the year	(1.782)	(3.565)
	Investments in subsidiaries total	0	0

NOTES TO THE FINANCIAL STATEMENTS

Navn Name	Hjemsted Place of registration	Val. Curr.	Selskabs- kapital Share capital	Stemme-og ejerandel Votes and ownership	Egenkapital Equity at 31 December 2015	Årets resultat Net profit/loss for the year
Datterselskaber Subsidiaries						
Leprese Holdings (Israel) Ltd.	Israel	USD	38.000*	99,9%	(2,355,000)	842,000
* in NIS of which 1,000 are paid up						

5	Share capital	2015 DKK'000	2014 DKK'000	2013 DKK'000	2012 DKK'000	2011 DKK'000
	Share capital	129	129	129	128	128
	Capital increase	0	0	0	1	0
	Share capital total	129	129	129	129	128

The shares are not divided into share classes.

6	Shareholders' equity	Share capital DKK'000	Retained earnings DKK'000	Total DKK'000
	Balance 1 January 2015	129	(128)	1
	Capital increase	0	171	171
	Result of the year	0	(159)	(159)
	Shareholders' equity total	129	(116)	13

The capital comprises 129 shares of DKK 1.000 each.

7 Contractual obligations and contingencies, etc.

The Company has not assumed any liabilities, in excess of the liabilities resulting from its ordinary business.