

Targus Denmark ApS

Agenavej 39D, 1., 2670 Greve

CVR no. 24 21 84 57

Annual report 2016/17

Approved at the Company's annual general meeting on 29/12-2017

Chairman/







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Statement by the Executive Board

Today, the Executive Board has discussed and approved the annual report of Targus Denmark ApS for the financial year 1 October 2016 - 30 September 2017.

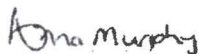
The annual report is prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 30 September 2017 and of the results of the Company's operations for the financial year 1 October 2016 - 30 September 2017.

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.

London, ^{29/12-2017}
Executive Board:


Anna Eileen Murphy
Director


William Eiler Oppenlander
Director

Independent auditor's report on the compilation of financial statements

To the general management of Targus Denmark ApS

We have compiled the financial statements of Targus Denmark ApS for the financial year 1 October 2016 - 30 September 2017 based on the Company's bookkeeping and other information provided.

The financial statements comprise an income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant ethical requirements in the Danish act on approved auditors and audit firms and FSR - Danish Auditors' code of ethics, 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 your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided 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, *29/12-2017*
ERNST & YOUNG
Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28


Peter Jensen
State Authorised Public Accountant



Management's review

Management commentary

Business review

The company's core activity is to represent Targus Europe's products within bags for laptops, etc., in Denmark.

Financial review

In 2016/17, the Company reported revenue of DKK 3,376,652 against DKK 3,392,176 last year. The income statement for 2016/17 shows a profit of DKK 121,354 against DKK 114,660 last year, and the balance sheet at 30 September 2017 shows equity of DKK 2,655,641

Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.



Financial statements 1 October 2016 - 30 September 2017

Income statement

| Note | DKK | 2016/17 | 2015/16 |
|------|-------------------------------------|------------|------------|
| | Revenue | 3,376,652 | 3,392,176 |
| | External expenses | -955,966 | -1,118,045 |
| | Gross margin | 2,420,686 | 2,274,131 |
| 2 | Staff costs | -2,235,626 | -2,088,160 |
| | Profit before net financials | 185,058 | 185,971 |
| | Financial expenses | -28,765 | -28,898 |
| | Profit before tax | 158,293 | 157,073 |
| 3 | Tax for the year | -36,939 | -42,413 |
| | Profit for the year | 121,354 | 114,660 |
| | Recommended appropriation of profit | | |
| | Retained earnings | 121,354 | 114,660 |
| | | 121,354 | 114,660 |



Financial statements 1 October 2016 - 30 September 2017

Balance sheet

| Note | DKK | 2016/17 | 2015/16 |
|------|---|------------------|------------------|
| | ASSETS | | |
| | Non-fixed assets | | |
| | Receivables | | |
| | Receivables from associates | 2,568,746 | 2,439,763 |
| | Other receivables | 83,226 | 93,946 |
| | | <u>2,651,972</u> | <u>2,533,709</u> |
| | Cash | 177,201 | 326,980 |
| | Total non-fixed assets | <u>2,829,173</u> | <u>2,860,689</u> |
| | TOTAL ASSETS | <u>2,829,173</u> | <u>2,860,689</u> |
| | EQUITY AND LIABILITIES | | |
| | Equity | | |
| | Share capital | 125,000 | 125,000 |
| | Retained earnings | 2,530,641 | 2,409,287 |
| | Total equity | <u>2,655,641</u> | <u>2,534,287</u> |
| | Liabilities other than provisions | | |
| | Current liabilities other than provisions | | |
| | Income taxes payable | 10,446 | 36,127 |
| | Other payables | 163,086 | 290,275 |
| | | <u>173,532</u> | <u>326,402</u> |
| | Total liabilities other than provisions | <u>173,532</u> | <u>326,402</u> |
| | TOTAL EQUITY AND LIABILITIES | <u>2,829,173</u> | <u>2,860,689</u> |

- 1 Accounting policies
- 4 Contractual obligations and contingencies, etc.
- 5 Collateral



Financial statements 1 October 2016 - 30 September 2017

Statement of changes in equity

| DKK | Share capital | Retained earnings | Total |
|--|---------------|-------------------|-----------|
| Equity at 1 October 2016 | 125,000 | 2,409,287 | 2,534,287 |
| Transfer through appropriation of profit | 0 | 121,354 | 121,354 |
| Equity at 30 September 2017 | 125,000 | 2,530,641 | 2,655,641 |



Financial statements 1 October 2016 - 30 September 2017

Notes to the financial statements

1 Accounting policies

The annual report of Targus Denmark ApS for 2016/17 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

Changes to presentation and disclosures only

Effective 1 October 2016, the Company has implemented act no. 738 of 1 June 2015 with amendments to the Danish Financial Statements Act. As the implementation of the amendment act has no impact in terms of value on the income statement or the balance sheet in the financial year, nor on the comparative figures, the financial statements have been prepared based on the same accounting policies as last year.

The amendment act has solely implied new or changed presentation and disclosure requirements, which have been incorporated in the financial statements.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rate at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the most recent financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

Revenue is calculated by the cost plus method with a mark-up of 5% of the company's operating costs.

External expenses

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

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Financial expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses, realised and unrealised gains as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.



Financial statements 1 October 2016 - 30 September 2017

Notes to the financial statements

1 Accounting policies (continued)

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 transactions taken to equity is recognised in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

Provisions are made for bad debts on the basis of objective evidence that a receivable or a group of receivables are impaired. Provisions are made to the lower of the net realisable value and the carrying amount.

Cash

Cash comprises cash balances and bank balances.

Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Provisions for deferred tax are calculated on all temporary differences between carrying amounts and tax values, with the exception of temporary differences occurring at the time of acquisition of assets and liabilities neither affecting the results of operations nor the taxable income, as well as temporary differences on non-amortisable goodwill.

Deferred tax assets are recognised at the value at which they are expected to be utilised, either through elimination against tax on future earnings or through a set-off against deferred tax liabilities within the same jurisdiction.

| DKK | 2016/17 | 2015/16 |
|---------------------------------------|------------------|------------------|
| 2 Staff costs | | |
| Wages/salaries | 2,159,841 | 2,012,824 |
| Pensions | 62,714 | 61,300 |
| Other social security costs | 13,073 | 14,036 |
| | <u>2,235,628</u> | <u>2,088,160</u> |
| Average number of full-time employees | <u>3</u> | <u>3</u> |
| 3 Tax for the year | | |
| Estimated tax charge for the year | 36,907 | 42,416 |
| Tax adjustments, prior years | 32 | -3 |
| | <u>36,939</u> | <u>42,413</u> |



Financial statements 1 October 2016 - 30 September 2017

Notes to the financial statements

4 Contractual obligations and contingencies, etc.

Other financial obligations

Other rent and lease liabilities:

| DKK | 2016/17 | 2015/16 |
|----------------------------|---------|---------|
| Rent and lease liabilities | 144,243 | 375,363 |

5 Collateral

There are no security provided at 30 September 2017.