

Coface Norden Services A/S

Lysholt Allé 10

7100 Vejle

Central Business Registration No 25796527

Annual report for 2015

Adopted at the Annual General Meeting of the Company on 26.04.2016

Chairman

Name: Teva Perreau

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Company details

The Company

Coface Norden Services A/S

Lysholt Allé 10

7100 Vejle

Central Business Registration No: 25796527

Registered in: Vejle

Financial year: 01.01.2015 – 31.12.2015

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Board of Directors

Teva Perreau, Chairman

Norbert Langenbach

Thomas Langhammer

Jochen Böhm

Thomas Götting

Executive Board

Steffen Fink

Company auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Papirfabrikken 26

8600 Silkeborg

Statement by the Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Coface Norden Services A/S for the financial year 1 January to 31 December 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 Company's financial position at 31 December 2015 and of its financial performance for the financial year 1 January to 31 December 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.

Vejle, the 26.04.2016

Executive Board

Steffen Fink

Board of directors

Teva Perreau
Chairman

Norbert Langenbach

Thomas Langhammer

Jochen Böhm

Thomas Götting

Independent auditor's report

To the Shareholders of Coface Norden Services A/S

Report on the financial statements

We have audited the financial statements of Coface Norden Services A/S for the financial year 1 January - 31 December 2015, which comprise the accounting policies, income statement, balance sheet and notes. The financial statements are prepared in accordance with the Danish Financial Statements Act.

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 controls 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 December 2015 and of the results of its operations for the financial year 1 January - 31 December 2015 in accordance with the Danish Financial Statements Act.

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.

Silkeborg, the 26.04.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Henrik A. Laursen

State Authorised Public Accountant

Central Business Registration No 33963556

Management commentary

Primary activity

The object of the company is to collect, process and sell information and debt collection. The customers are Danish companies and other Coface entities.

Development in the year

The income statement of the Company for 2015 shows a profit of DKK 3.968k, and at 31 December 2015 the balance sheet of the Company shows equity of DKK 11.935k.

Uncertainty relating to recognition and measurement

Recognition and measurement in the Annual Report have not been subject to any uncertainty.

Unusual events

The financial position at 31 December 2015 of the Company and the results of the activities and cash flows of the Company for the financial year 2015 have not been affected by any unusual events.

Events after the balance sheet date

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Accounting policies

Basis of Preparation

The Annual Report of Coface Norden Services A/S for 2015 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B with the adaption of individual regulations of reporting class C.

The accounting policies applied remain unchanged from last year.

The Annual Report for 2015 is presented in DKK.

Recognition and measurement

Revenues are recognized in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortized costs are recognized. Moreover, all expenses incurred to achieve the earnings for the year are recognized in the income statement, including depreciation, amortization, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognized in the income statement.

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

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

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Taken into consideration in connection with the inclusion and calculation are predictable risks and losses, which appear before the annual report is submitted and which confirm or disprove circumstances that existed on the balance date.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Gains and losses arising due to differences between the transaction date rates and the rates at the dates of payment are recognized in financial income and expenses in the income statement.

Accounting policies

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the transaction date rates are recognized in financial income and expenses in the income statement.

The Company's functional currency is EUR, but DKK has been selected as presentation currency. The income statement is translated at the exchange rates at the dates of transaction (average rates), while the balance sheet is translated at the exchange rates at the balance sheet date. Any exchange rate differences are recognized directly on equity.

Income Statement

Gross profit/loss

The gross profit consists of revenue deducted other operating costs. Revenue from the sale of goods for resale and finished goods is recognized in the income statement when delivery and transfer of risk has been made before year end. Revenue is recognized exclusive of VAT and net of discounts relating to sales.

Other operating costs

Other operating costs comprise expenses for administrative staff, management, office supplies, computers etc.

Staff costs

Staff costs comprise salary and wages as well as social costs, pensions etc. for the company's staff.

Financial income and expenses

Financial income and expenses are recognized in the income statement at the amounts relating to the financial year.

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 attributable to the profit for the year is recognized in the income statement, whereas the tax attributable to equity transactions is recognized directly in equity.

The Company is jointly taxed with all Danish group enterprises. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Balance sheet

Property, plant and equipment

Tools and equipment are recognized at cost less 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. For financial leased assets, cost is the lower value of fair value of the asset and the present value of future lease payments.

Accounting policies

Basis for depreciation is cost added depreciations and deducted expected residual value after ended useful life. Linear depreciations based on the following estimation of the assets expected useful life will be carried out:

Other fixtures and fittings, tools and equipment	3-5 years
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Property, plant and equipment will be impaired to the recoverable amount should this be lower than the carrying amount.

Receivables

Receivables are recognized in the balance sheet at amortised cost, which substantially corresponds to nominal value. Provisions for estimated bad debts are made.

Prepayments

Prepayments are measured at amortised cost which usually corresponds to nominal value less write-downs for estimated loss.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in 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 will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallize as current tax. Any changes in deferred tax due to changes to tax rates are recognized in the income statement.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognized in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account.

Other debts

Other debts are measured at amortized cost, substantially corresponding to nominal value.

Income statement 1 January – 31 December 2015

	<u>Note</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Gross profit/loss		6.549.481	6.604
Staff costs	1	(1.568.561)	(1.844)
Depreciation and impairment	2	<u>(31.193)</u>	<u>(31)</u>
Operating profit		4.949.727	4.729
Other financial income	3	320.516	207
Other financial expenses	4	<u>(7.869)</u>	<u>(2)</u>
Profit/loss before tax		5.262.374	4.934
Tax on profit/loss for the year	5	<u>(1.293.919)</u>	<u>(1.215)</u>
Net profit/loss for the year		<u>3.968.455</u>	<u>3.719</u>
Proposed distribution of profit			
Dividend for the year recognized in the equity		7.500.000	
From retained earnings		<u>(3.531.545)</u>	
		<u>3.968.455</u>	

Balance sheet 31 December 2015

	<u>Note</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Other fixtures and fittings, tools and equipment		<u>27.209</u>	<u>59</u>
Property, plant and equipment		<u>27.209</u>	<u>59</u>
Deposits		<u>400.261</u>	<u>385</u>
Financial assets		<u>400.261</u>	<u>385</u>
Fixed assets		<u>427.470</u>	<u>444</u>
Trade receivables		630.136	520
Receivables from group enterprises		275.028	11.165
Deferred tax asset		135.000	197
Prepayments		<u>148.086</u>	<u>111</u>
Receivables		<u>1.188.250</u>	<u>11.993</u>
Cash		<u>14.844.516</u>	<u>11.698</u>
Current assets		<u>16.032.766</u>	<u>23.691</u>
Assets		<u><u>16.460.236</u></u>	<u><u>24.135</u></u>

Balance sheet 31 December 2015

	<u>Note</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Share capital	6	510.000	510
Retained earnings		3.925.376	7.452
Proposed dividend		<u>7.500.000</u>	<u>11.165</u>
Equity		<u>11.935.376</u>	<u>19.127</u>
Trade payables		578.960	775
Payables to group enterprises		1.170.160	1.869
Tax payable		634.840	368
Other payables		998.225	916
Deferred income		<u>1.142.675</u>	<u>1.080</u>
Short term liabilities		<u>4.524.860</u>	<u>5.008</u>
Liabilities other than provisions		<u>4.524.860</u>	<u>5.008</u>
Equity and liabilities		<u>16.460.236</u>	<u>24.135</u>
Guarantees and obligations	7-8		
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Statement of changes in equity 2015

	<u>Share capital DKK</u>	<u>Retained earnings DKK</u>	<u>Proposed dividend DKK</u>	<u>Total DKK</u>
Equity at 1 January 2015	510.000	7.451.847	11.165.400	19.127.247
Dividend paid out	0	0	(11.165.400)	(11.165.400)
Exchange rate gain/loss	0	5.074	0	5.074
Net profit/loss for the year	<u>0</u>	<u>(3.531.545)</u>	<u>7.500.000</u>	<u>3.968.455</u>
Equity at 31 December 2015	<u>510.000</u>	<u>3.925.376</u>	<u>7.500.000</u>	<u>11.935.376</u>

The share capital consists of 510 shares of a nominal value of DKK 1,000. No shares carry any special rights.

Notes

	<u>2015</u> <u>DKK</u>	<u>2014</u> <u>DKK'000</u>
1. Staff costs		
Salaries and wages	1.181.240	1.426
Pension costs	274.287	290
Other social costs	<u>113.034</u>	<u>128</u>
	<u>1.568.561</u>	<u>1.844</u>
Average number of employees	<u>4</u>	<u>5</u>
2. Depreciation and impairment		
Depreciation of fixed assets	<u>31.193</u>	<u>31</u>
	<u>31.193</u>	<u>31</u>
3. Financial income		
Interests from group enterprises	202.552	0
Other interest income	<u>117.964</u>	<u>207</u>
	<u>320.516</u>	<u>207</u>
4. Financial expenses		
Other interest expenses	<u>7.869</u>	<u>2</u>
	<u>7.869</u>	<u>2</u>
5. Tax on profit/loss for the year		
Actual tax	1.302.700	847
Adjustment deferred tax	(62.000)	390
Effect of changed tax percentage	2.117	(22)
Adjustment, previous years	<u>51.102</u>	<u>0</u>
	<u>1.293.919</u>	<u>1.215</u>

	<u>Number</u>	<u>Face value</u> <u>DKK</u>	<u>Nominal value</u> <u>DKK</u>
6. Share capital			
Share capital	<u>510</u>	1.000	<u>510.000</u>
	<u>510</u>	<u>1.000</u>	<u>510.000</u>

Notes

	2015 DKK	2014 DKK'000
7. Non-included lease agreements		
The company has an agreement for rental of business premises. The agreement is irrevocable with 18 months' notice. The rental in the notice period amounts to	<u>1.235.958</u>	<u>1.218</u>
The company had an agreement for leasing of 1 company car. The Leasing period ends 30.09.2018. The obligation for the period amounts to	<u>260.262</u>	<u>0</u>
The company has an agreement for leasing of office equipment. The leasing agreement is irrevocable for 24 months. Leasing obligations for the period amounts to	<u>191.544</u>	<u>287</u>

8. Mortgaging and guarantees

A bank guarantee has been placed to Rigspolitiet on the amount of DKK 750,000 regarding a license to operate debt collection.

9. Ownership

The following shareholders are recorded in the Company's register of shareholders as holding at least 5% of the votes or at least 5% of the share capital:

Coface Rating Holding GmbH, Isaac Fulda Allee 1, DE-55124 Mainz

10. Group relation

Name and place of residence for parent company, which prepares consolidated financial statements.

Coface S.A., Frankrig

The company's immediate parent in which the company is registered as a subsidiary is Coface Rating Holding GmbH, Isaac Fulda Alle 1, 55124 Mainz.

The consolidated financial statements of the foreign companies can be obtained at the respective addresses.