

**Steamline A/S**  
**Central Business Registration No**  
**26557062**  
**Profilvej 4**  
**6000 Kolding**

**Annual report 2015/16**

The Annual General Meeting adopted the annual report on 31.08.2016

**Chairman of the General Meeting**

---

Name: Morten Høgsberg Nielsen

## Contents

	<b><u>Page</u></b>
Entity details	1
Statement by Management on the annual report	2
Independent auditor's reports	3
Management commentary	4
Accounting policies	5
Income statement for 2015/16	9
Balance sheet at 30.06.2016	10
Statement of changes in equity for 2015/16	12
Notes	13

## **Entity details**

### **Entity**

Steamline A/S  
Profilvej 4  
6000 Kolding

Central Business Registration No: 26557062

Registered in: Kolding

Financial year: 01.07.2015 - 30.06.2016

### **Board of Directors**

Morten Høgsberg Nielsen, chairman

Morten Høilund

Jesper Bejstrup

### **Executive Board**

Morten Høilund

### **Auditors**

Deloitte Statsautoriseret Revisionspartnerselskab

Egtved Allé 4

6000 Kolding

## **Statement by Management on the annual report**

The Board of Directors and the Executive Board have today considered and approved the annual report of Steamline A/S for the financial year 01.07.2015 - 30.06.2016.

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 Entity's financial position at 30.06.2016 and of the results of its operations for the financial year 01.07.2015 - 30.06.2016.

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.

Kolding, 31.08.2016

### **Executive Board**

Morten Højlund

### **Board of Directors**

Morten Høgsberg Nielsen  
chairman

Morten Højlund

Jesper Bejstrup

## **Independent auditor's reports**

### **To the owners of Steamline A/S**

#### **Report on the financial statements**

We have audited the financial statements of Steamline A/S for the financial year 01.07.2015 - 30.06.2016, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes. The financial statements are prepared in accordance with the Danish Financial Statements Act.

#### **Management's responsibility 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.

#### **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 Entity's financial position at 30.06.2016 and of the results of its operations for the financial year 01.07.2015 - 30.06.2016 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.

Kolding, 31.08.2016

#### **Deloitte**

Statsautoriseret Revisionspartnerselskab

Anders Rosendahl Poulsen  
State Authorised Public Accountant

CVR-nr. 33963556

## **Management commentary**

### **Primary activities**

The Company activities include refinishing, labeling and processing of clothing, pick pack and other related business.

### **Development in activities and finances**

The profit for 2015/16 amounted to DKK 1,156k, which is considered satisfactory.

### **Events after the balance sheet date**

No events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.

## **Accounting policies**

### **Reporting class**

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B.

The accounting policies applied for these financial statements are consistent with those applied last year.

### **Recognition and measurement**

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

### **Foreign currency translation**

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date, or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

### **Income statement**

#### **Gross profit or loss**

Gross profit or loss comprises revenue, production costs and other operating income.

## Accounting policies

### Revenue

Revenue from the sale of services is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

### Production costs

Production costs comprise expenses incurred to earn revenue for the financial year. Production costs comprise direct and indirect costs for raw materials and consumables, wages and salaries, rent and lease as well as amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment included in the production process. In addition, the item includes ordinary write-down of inventories.

### Distribution costs

Distribution costs comprise costs incurred for sale and distribution of the Entity's products, including wages and salaries for sales staff, advertising costs, travelling and entertainment expenses, etc as well as amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment attached to the distribution process.

### Administrative expenses

Administrative expenses comprise expenses incurred for the Entity's administrative functions, including wages and salaries for administrative staff and Management, stationary and office supplies as well as amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment used for administration of the Entity.

### Other financial income

Other financial income comprises interest income, transactions in foreign currencies, amortisation of financial assets as well as tax relief under the Danish Tax Prepayment Scheme etc.

### Other financial expenses

Other financial expenses comprise interest expenses, transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

### Income taxes

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with the Parent and all its Danish subsidiaries. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).



## Accounting policies

### Balance sheet

#### Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated 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.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	3-5 2/3 years
Leasehold improvements	5-10 years

Depreciation is recognized in the income statement shown under production costs and administrative expenses.

Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

#### Receivables

Receivables are measured at amortised cost, usually equalling nominal value less write-downs for bad and doubtful debts.

#### Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and tax-based value of assets and liabilities, for which the tax-based value of assets is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

#### Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

## **Accounting policies**

### **Cash**

Cash comprises cash in hand and bank deposits.

### **Other financial liabilities**

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

### **Income tax receivable or payable**

Current tax payable or receivable is recognised in the balance sheet, stated as tax calculated on this year's taxable income, adjusted for prepaid tax.

## Income statement for 2015/16

	<u>Notes</u>	<u>2015/16 DKK</u>	<u>2014/15 DKK</u>
<b>Gross profit</b>		<b>2.951.580</b>	<b>3.395.931</b>
Distribution costs		(252.977)	(357.008)
Administrative costs		<u>(1.312.372)</u>	<u>(1.288.646)</u>
<b>Operating profit/loss</b>		<b>1.386.231</b>	<b>1.750.277</b>
Other financial income	1	100.201	20.778
Other financial expenses	2	<u>(3.885)</u>	<u>(4)</u>
<b>Profit/loss from ordinary activities before tax</b>		<b>1.482.547</b>	<b>1.771.051</b>
Tax on profit/loss from ordinary activities	3	<u>(326.868)</u>	<u>(414.829)</u>
<b>Profit/loss for the year</b>		<b><u>1.155.679</u></b>	<b><u>1.356.222</u></b>
<b>Proposed distribution of profit/loss</b>			
Retained earnings		<u>1.155.679</u>	<u>1.356.222</u>
		<b><u>1.155.679</u></b>	<b><u>1.356.222</u></b>

**Balance sheet at 30.06.2016**

	<u>Notes</u>	<u>2015/16 DKK</u>	<u>2014/15 DKK</u>
Other fixtures and fittings, tools and equipment		100.569	246.162
Leasehold improvements		26.298	35.745
<b>Property, plant and equipment</b>	4	<b><u>126.867</u></b>	<b><u>281.907</u></b>
Receivables from group enterprises		1.111.833	1.090.767
Deferred tax		146.389	178.482
<b>Fixed asset investments</b>	5	<b><u>1.258.222</u></b>	<b><u>1.269.249</u></b>
<b>Fixed assets</b>		<b><u>1.385.089</u></b>	<b><u>1.551.156</u></b>
Manufactured goods and goods for resale		0	127.226
<b>Inventories</b>		<b><u>0</u></b>	<b><u>127.226</u></b>
Trade receivables		966.061	673.023
Receivables from group enterprises		4.000.000	0
Other short-term receivables		225.059	5.000
<b>Receivables</b>		<b><u>5.191.120</u></b>	<b><u>678.023</u></b>
<b>Cash</b>		<b><u>704.314</u></b>	<b><u>4.104.780</u></b>
<b>Current assets</b>		<b><u>5.895.434</u></b>	<b><u>4.910.029</u></b>
<b>Assets</b>		<b><u><u>7.280.523</u></u></b>	<b><u><u>6.461.185</u></u></b>

**Balance sheet at 30.06.2016**

	<u>Notes</u>	<u>2015/16 DKK</u>	<u>2014/15 DKK</u>
Contributed capital	6	750.000	750.000
Retained earnings		<u>5.551.408</u>	<u>4.395.729</u>
<b>Equity</b>		<b><u>6.301.408</u></b>	<b><u>5.145.729</u></b>
Trade payables		96.683	351.719
Debt to group enterprises		2.626	58.778
Income tax payable		294.775	384.346
Other payables		<u>585.031</u>	<u>520.613</u>
<b>Current liabilities other than provisions</b>		<b><u>979.115</u></b>	<b><u>1.315.456</u></b>
<b>Liabilities other than provisions</b>		<b><u>979.115</u></b>	<b><u>1.315.456</u></b>
<b>Equity and liabilities</b>		<b><u><u>7.280.523</u></u></b>	<b><u><u>6.461.185</u></u></b>
Unrecognised rental and lease commitments	7		
Contingent liabilities	8		
Ownership	9		
Consolidation	10		

**Statement of changes in equity for 2015/16**

	<b>Contributed capital DKK</b>	<b>Retained ear- nings DKK</b>	<b>Total DKK</b>
Equity beginning of year	750.000	4.395.729	5.145.729
Profit/loss for the year	0	1.155.679	1.155.679
<b>Equity end of year</b>	<b>750.000</b>	<b>5.551.408</b>	<b>6.301.408</b>

## Notes

	<b>2015/16 DKK</b>	<b>2014/15 DKK</b>
<b>1. Other financial income</b>		
Financial income arising from group enterprises	14.534	14.249
Other financial income	85.667	6.529
	<b>100.201</b>	<b>20.778</b>
	<b>2015/16 DKK</b>	<b>2014/15 DKK</b>
<b>2. Other financial expenses</b>		
Interest expenses	1.155	0
Other financial expenses	2.730	4
	<b>3.885</b>	<b>4</b>
	<b>2015/16 DKK</b>	<b>2014/15 DKK</b>
<b>3. Tax on ordinary profit/loss for the year</b>		
Current tax	294.775	384.346
Change in deferred tax for the year	32.093	30.483
	<b>326.868</b>	<b>414.829</b>
	<b>Other fix- tures and fittings, tools and equipment DKK</b>	<b>Leasehold improve- ments DKK</b>
<b>4. Property, plant and equipment</b>		
Cost beginning of year	7.636.892	740.806
Disposals	(630.440)	0
<b>Cost end of year</b>	<b>7.006.452</b>	<b>740.806</b>
Depreciation and impairment losses beginning of the year	(7.390.730)	(705.061)
Depreciation for the year	(73.098)	(9.447)
Reversal regarding disposals	557.945	0
<b>Depreciation and impairment losses end of the year</b>	<b>(6.905.883)</b>	<b>(714.508)</b>
<b>Carrying amount end of year</b>	<b>100.569</b>	<b>26.298</b>

## Notes

	<b>Receivables from group enterprises DKK</b>		<b>Deferred tax DKK</b>		
<b>5. Fixed asset investments</b>					
Cost beginning of year	1.090.767		178.482		
Additions	21.801		0		
Disposals	(735)		(32.093)		
<b>Cost end of year</b>	<b>1.111.833</b>		<b>146.389</b>		
<b>Carrying amount end of year</b>	<b>1.111.833</b>		<b>146.389</b>		
	<b>2015/16 DKK</b>	<b>2014/15 DKK</b>	<b>2013/14 DKK</b>	<b>2012/13 DKK</b>	<b>2011/12 DKK</b>
<b>6. Contributed capital</b>					
<b>Changes in contributed capital</b>					
Contributed capital beginning of year	750.000	750.000	750.000	750.000	750.000
<b>Contributed capital end of year</b>	<b>750.000</b>	<b>750.000</b>	<b>750.000</b>	<b>750.000</b>	<b>750.000</b>

The share capital consists of 750 shares of DKK 1,000. The shares are not divided into classes.

## 7. Unrecognised rental and lease commitments

The Company has undertaken a lease commitment which at the balance sheet date amounts to DKK 74k in the non-cancellable period. The non-cancellable period of the lease contract is 3 years.

## 8. Contingent liabilities

The Company has participated in a Danish joint taxation arrangement in which Holdingselskabet af 30. Maj 2015 ApS served as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable for the period 1 July 2012 to 29 May 2015 for income taxes etc for the jointly taxed companies and also for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

The Company participates in a Danish joint taxation arrangement in which Prime Cargo A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from 30 May 2015 for income taxes etc for the jointly taxed companies and also for



**Notes**

obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

**9. Ownership**

The Company has registered the following shareholders to hold more than 5% of the voting share capital or of the nominal value of the share capital:

Prime Cargo A/S, Profilverj 4, 6000 Kolding

**10. Consolidation**

Name and registered office of the Parent preparing consolidated financial statements for the largest group:

Prime Cargo A/S, Profilverj 4, 6000 Kolding