

Euro Shatal ApS
Central Business Registration No
26927048
Murervej 5
6710 Esbjerg V

Annual report 2015

The Annual General Meeting adopted the annual report on

4. bls May 2016

Chairman of the General Meeting


Name: Per Johan Pedersen

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Entity details

Entity

Euro Shatal ApS
Murervej 5
6710 Esbjerg V

Central Business Registration No: 26927048

Registered in: Esbjerg

Financial year: 01.01.2015 - 31.12.2015

Executive Board

Josef Levy

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Frodesgade 125
Postboks 200
6701 Esbjerg

Statement by Management on the annual report

The Executive Board have today considered and approved the annual report of Euro Shatal ApS for the financial year 01.01.2015 - 31.12.2015.

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

In my opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015.

I believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

I recommend the annual report for adoption at the Annual General Meeting.

Esbjerg, 27.04.2016

Executive Board


Josef Levy

Independent auditor's reports

To the owners of Euro Shatal ApS

Report on extended review of the financial statements

We have performed an extended review of the financial statements of Euro Shatal ApS for the financial year 01.01.2015 - 31.12.2015. The financial statements, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity Euro Shatal ApS and notes, 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. We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors.

This requires that we comply with the Danish Public Accountants Act and the ethical rules of FSR – Danish Auditors and plan and perform procedures to obtain limited assurance about our opinion on the financial statements and that we perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our opinion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical procedures and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

The extended review has not resulted in any qualification.

Opinion

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

Independent auditor's reports

Statement on the management commentary

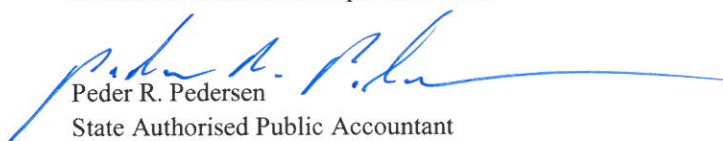
Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the extended review of the financial statements.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the financial statements.

Esbjerg, 27.04.2016

Deloitte

Statsautoriseret Revisionspartnerselskab



Peder R. Pedersen
State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

Primary activities

The activities consist of trade with machinery to the construction industry.

Development in activities and finances

2015 was a satisfactory year for Euro Shatal ApS.

Outlook

The company is covered by the Danish Private Companies Act, concerning capital loss. The capital is expected to be re-established by earnings in the years to come. The company's vendor and main creditor, Shatal Engineering Ltd., has confirmed that they will continue to support the company financially so that the company can continue operations in the coming year.

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 enterprises with addition of certain provisions for reporting class C.

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 recognized 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 recognized 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, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Accounting policies

Revenue

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

Cost of sales

Cost of sales comprises costs of sales for the financial year measured at cost, adjusted for ordinary inventory write-downs.

Other external expenses

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

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc. for entity staff.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to plant and equipment comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of property, plant and equipment.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, net capital gains on securities, payables and transactions in foreign currencies as well as tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital losses on securities, payables and transactions in foreign currencies as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Balance sheet

Property, plant and equipment

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:

Accounting policies

Other fixtures and fittings, tools and equipment	5 years
Leasehold improvements	5 years

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

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

Investments in associates

Investments in associates are measured at cost and 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.

Inventories

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

Cost consists of purchase price plus delivery costs.

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

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.

Income statement for 2015

	<u>Notes</u>	<u>2015 EUR</u>	<u>2014 EUR</u>
Gross profit		217.144	203.452
Staff costs	1	(126.658)	(131.092)
Depreciation, amortisation and impairment losses		<u>(562)</u>	<u>0</u>
Operating profit/loss		89.924	72.360
Other financial income		978	1.087
Other financial expenses	2	<u>(6.617)</u>	<u>(11.953)</u>
Profit/loss for the year		<u>84.285</u>	<u>61.494</u>
Proposed distribution of profit/loss			
Retained earnings		<u>84.285</u>	<u>61.494</u>
		<u>84.285</u>	<u>61.494</u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 EUR</u>	<u>2014 EUR</u>
Other fixtures and fittings, tools and equipment		2.809	0
Leasehold improvements		0	0
Property, plant and equipment	3	<u>2.809</u>	<u>0</u>
Investments in associates		8.350	8.350
Other receivables		7.582	7.582
Fixed asset investments	4	<u>15.932</u>	<u>15.932</u>
Fixed assets		<u>18.741</u>	<u>15.932</u>
Raw materials and consumables		500.472	468.958
Inventories		<u>500.472</u>	<u>468.958</u>
Trade receivables		94.375	93.945
Receivables from associates		95.845	73.492
Other short-term receivables		0	1.659
Receivables		<u>190.220</u>	<u>169.096</u>
Cash		<u>26.426</u>	<u>21.633</u>
Current assets		<u>717.118</u>	<u>659.687</u>
Assets		<u><u>735.859</u></u>	<u><u>675.619</u></u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 EUR</u>	<u>2014 EUR</u>
Contributed capital		16.738	16.738
Retained earnings		<u>(48.750)</u>	<u>(133.035)</u>
Equity		<u>(32.012)</u>	<u>(116.297)</u>
Prepayments received from customers		0	5.260
Trade payables		5.473	38.048
Debt to group enterprises		723.345	706.433
Other payables		<u>39.053</u>	<u>42.175</u>
Current liabilities other than provisions		<u>767.871</u>	<u>791.916</u>
Liabilities other than provisions		<u>767.871</u>	<u>791.916</u>
Equity and liabilities		<u><u>735.859</u></u>	<u><u>675.619</u></u>
Contingent liabilities	5		

Statement of changes in equity for 2015

	Contributed capital EUR	Retained ear- nings EUR	Total EUR
Equity beginning of year	16.738	(133.035)	(116.297)
Profit/loss for the year	0	84.285	84.285
Equity end of year	16.738	(48.750)	(32.012)

Notes

	2015	2014
	EUR	EUR
1. Staff costs		
Wages and salaries	112.420	116.967
Pension costs	13.336	12.846
Other social security costs	902	1.279
	126.658	131.092
	2015	2014
	EUR	EUR
2. Other financial expenses		
Financial expenses from group enterprises	6.105	11.278
Other financial expenses	512	675
	6.617	11.953
	Other fix- tures and fittings, tools and equipment	Leasehold improve- ments
	EUR	EUR
3. Property, plant and equipment		
Cost beginning of year	23.621	20.982
Additions	3.371	0
Cost end of year	26.992	20.982
Depreciation and impairment losses beginning of the year	(23.621)	(20.982)
Depreciation for the year	(562)	0
Depreciation and impairment losses end of the year	(24.183)	(20.982)
Carrying amount end of year	2.809	0

Notes

	Investments in associates EUR	Other recei- vables EUR
4. Fixed asset investments		
Cost beginning of year	8.350	7.582
Cost end of year	8.350	7.582
Carrying amount end of year	8.350	7.582

	Registered in	Corpo- rate form	Equity interest %
Associates:			
EuroShatal Deutschland GmbH	Gerstofen	GmbH	33,34

5. Contingent liabilities

None.