



Piaster Revisorerne

vi giver bedre råd

Emerging Markets Investments ApS

CVR-no. 27 37 77 77

Hammerensgade 6
DK-1267 København K

Annual Report 2017

(Financial year 1 January 2017 - 31 December 2017)

The Annual Report is presented and
adopted at the Annual General Meeting of
shareholders on the

MAY 31st, 2018

Cristiano Rossi

Chairman of the meeting

Table of Contents

	<u>Page</u>
Statements and reports	
Management's Statement	3
Independent Auditor's Reports	4
Management's Review	
Company details	7
Management's Review	8
Financial Statements	
Income Statement	10
Balance Sheet	11
Notes	13
Accounting policies	17

Management's Statement

The Executive Board have today considered and approved the Annual Report of 1 January 2017 - 31 December 2017 for Emerging Markets Investments ApS.

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


In my opinion the Financial Statements give a true and fair view of the Company's assets and liabilities, financial position and results of operations for the financial year ended 31 December 2017.

In my opinion the Management's Review gives a true and fair statement regarding the content in the Management's Review.

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

Birkerød, 30 May 2018

Executive Board:



Thomas Nigg

Independent Auditor's Reports

To the Shareholders of Emerging Markets Investments ApS

We have been selected to performed an extended review of the Financial Statements of Emerging Markets Investments ApS for the financial year 1 January 2017 - 31 December 2017, which comprise income statement, balance sheet, notes and accounting policies. 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 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 Responsibilities for the Audit of the Financial Statements

Our responsibility is to express a conclusion on the Financial Statements. We conducted our extended review in accordance with the Danish Business Authority's assurance standard for small enterprises and FSR – Danish Auditors' standard on extended review of financial statements prepared under the Danish Financial Statements Act. Because of the matters described in 'Basis for Disclaimer of Opinion', we have not been able to obtain sufficient and suitable evidence, to make basis for an opinion.

Independent Auditor's Reports (-continued)

Basis for Disclaimer of Opinion

We have not been able to obtain sufficient and suitable evidence for valuation and completeness including right and obligations regarding the following entries, Long-term Investments in Group Enterprises, Long-term Receivables from Group Enterprises and Long-term Investments in associates.

We have not been able to determine if any adjustments are necessary and we have not been able to evaluate the possible effect on Income statement, Balance Sheet and Equity.

We have not obtained sufficient and suitable evidence regarding the same entries in the comparative figures.

Because we have not obtained sufficient evidence regarding the group companies, we have not been able to judge if group financial statements should have been prepared.

Disclaimer of Opinion

Because of the significance of the matters described in 'Basis for Disclaimer of Opinion' section of our report, we have not been able to obtain sufficient and suitable evidence to provide a basis for an opinion. We do therefore not express an opinion on the accompanying Financial Statements.

Emphasis of matter

Material uncertainties regarding going concern

Going concern of the company are based on the fact that the shareholder and other long-term payables has signed a subordinated deed and thereby stating that they will not claim the debt and that management are convinced that sufficient funds will be obtained in order to fulfill other outstanding debt as described in note 9.

Independent Auditor's Reports (-continued)

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the extended review, or otherwise appears to be materially misstated. Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financials Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

Birkerød, 30 May 2018

Piaster Revisorerne,
statsautoriseret revisionsaktieselskab
CVR. no.: 25 16 00 37



Niels Kristian Tordrup Nielsen
State Authorized Public Accountant
mne35462

Company details

Company details	Emerging Markets Investments ApS Hammerensgade 6 DK-1267 København K
	CVR no.: 27 37 77 77
	Founded: 30 September 2003
	Registered office: Copenhagen
	Financial year: 1 January - 31 December
Executive Board	Thomas Nigg
Auditor	Piaster Revisorerne, Statsautoriseret Revisionsaktieselskab Abildgårdsparken 8A DK-3460 Birkerød

Management's Review

Primary activities of the Company

The company's activity is to invest shares in companies in Serbia and Montenegro.

Development in activities and financial affairs

As consequence of the capital loss the shareholder has signed a subordinated deed for his long-term receivable, cf. note 9.

Income Statement 1 January - 31 December

DKK	Notes	2017	2016
Gross profit (loss)		-198.230	-166.845
Operating profit		-198.230	-166.845
Financial income	1	530.049	318.830
Financial expenses	2	-5.020	-32.751
Profit before tax		326.799	119.234
Tax expense	3	0	0
Profit for the year		326.799	119.234
Proposed distribution of results			
Retained earnings		326.799	119.234
Total distribution		326.799	119.234

Balance Sheet at 31 December

Assets

	Notes	2017	2016
Long-term investments in group enterprises	4	9.366.504	9.366.504
Long-term receivables from group enterprises	5	8.329.662	8.317.914
Long-term investments in associates	6	0	0
Financial fixed assets		17.696.166	17.684.418
Fixed assets		17.696.166	17.684.418
Cash and cash equivalents		3.173	2.755
Current assets		3.173	2.755
Assets		17.699.339	17.687.173

Balance Sheet at 31 December

Equity and liabilities

	Notes	2017	2016
Share capital		17.485.175	17.485.175
Retained earnings		-135.903.671	-136.230.470
Equity	7	-118.418.496	-118.745.295
Other long-term payables		3.971.463	3.808.898
Long-term payables to shareholders and management		132.069.497	131.548.570
Long-term liabilities other than provisions	8	136.040.960	135.357.468
Other short-term payables		76.875	75.000
Short-term part of long-term liabilities other than provisions	8	0	1.000.000
Short-term liabilities other than provisions		76.875	1.075.000
Liabilities other than provisions		136.117.835	136.432.468
Equity and liabilities		17.699.339	17.687.173
Material uncertainties regarding going concern	9		
Staff costs	10		

Notes

	<u>2017</u>	<u>2016</u>
1 Financial income		
Price adjustments	530.049	318.830
	<u>530.049</u>	<u>318.830</u>
2 Financial expenses		
Price adjustments	5.020	32.751
	<u>5.020</u>	<u>32.751</u>
3 Tax expense		
Tax expense on ordinary activities	0	0
Adjustment of deferred tax	0	0
	<u>0</u>	<u>0</u>

Notes

	<u>2017</u>	<u>2016</u>
4 Long-term investments in group enterprises		
Cost at 1 January	<u>30.979.510</u>	<u>30.979.510</u>
Cost at 31 December	<u>30.979.510</u>	<u>30.979.510</u>
Revaluations at 1 January	<u>-21.613.006</u>	<u>-21.613.006</u>
Revaluations at 31 December	<u>-21.613.006</u>	<u>-21.613.006</u>
Carrying amount at 31 December	<u>9.366.504</u>	<u>9.366.504</u>

Notes

5 Long-term receivables from group enterprises

There is uncertainty connected with recognition or measurement of receivables from group enterprises, cf. the Management's Review.

	<u>2017</u>	<u>2016</u>
6 Long-term investments in associates		
Cost at 1 January	<u>2.483.617</u>	<u>2.483.617</u>
Cost at 31 December	<u>2.483.617</u>	<u>2.483.617</u>
Revaluations at 1 January	<u>-2.483.617</u>	<u>-2.483.617</u>
Revaluations at 31 December	<u>-2.483.617</u>	<u>-2.483.617</u>
Carrying amount at 31 December	<u>0</u>	<u>0</u>

Notes

	<u>2017</u>	<u>2016</u>
7 Equity		
Share capital at 1 January	17.485.175	17.485.175
Share capital at 31 December	<u>17.485.175</u>	<u>17.485.175</u>
Retained earnings at 1 January	-136.230.470	-136.349.704
Proposed distribution of results this year	326.799	119.234
Retained earnings at 31 December	<u>-135.903.671</u>	<u>-136.230.470</u>
Equity 31 December	<u>-118.418.496</u>	<u>-118.745.295</u>

The share capital has not been changed during the past 5 years.

Notes

8 Long-term liabilities other than provisions

	Debt in total 31 December 2017	Repayments next year	Long-term liabilities	Outstanding debt after 5 years
Other payables	3.971.463		3.971.463	0
Payables to owner	132.069.497		132.069.497	132.069.497

9 Material uncertainties regarding going concern

The company's shareholder and other long-term payables has issued a subordination deed for their total long-term receivable per. 31 December 2017 of DKK 136.041. Repayment of loans and debt are only to be made when the equity is restored and the company has sufficient liquidity to make the payments. The company's continued operation is dependent on the company obtaining sufficient financing to maintain operations until 31 December 2018. Management believes that the financing will be obtained and the financial statements is therefore prepared under the assumption of continued operation.

10 Staff costs

Average number of full time employees	<u>1</u>	<u>1</u>
---------------------------------------	----------	----------

Accounting policies

The Annual Report has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B with election from reporting class C.

The accounting policies are consistent with those of last year.

General

Reporting currency

The Annual Report is presented in Danish kroner (DKK).

In general regarding accounting and measuring

Income is recognized in the income statement when they are earned. Furthermore are all costs, depreciations and write downs recognized in the income statement when incurred.

Assets are recognized in the balance sheet when it is probable that future economical benefits will accrue to the company and the assets value can be measured reliably.

Liabilities are recognized in the balance sheet when it is probable that future economical benefits will be deducted from the company and the value can be measured reliably.

On initial recognition assets and liabilities are measured to cost price. Thereafter assets and liabilities are measured as described for each entry.

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.

Currency retranslation

Transactions denominated in foreign currency are translated into the functional currency at the exchange rates ruling at the date of the transaction. Exchange differences arising between the transaction date and the exchange rate at the date of actual payment are recognized in the income statement under financial income or financial expenses.

Receivables, payables and other monetary items denominated in foreign currencies are translated into the functional currency at the exchange rates ruling at the balance sheet date. The difference between the exchange rates ruling at the balance sheet date and at the date when the receivable or payable arose is recognized in the income statement under financial income or financial expenses.

Accounting policies

Non-current assets acquired in foreign currency are measured to the exchange rate ruling at the date of the transaction.

Consolidated financial statements

In accordance with the exemption in the section 112 of the Danish Financial Statements Act no consolidated financial statements have been prepared.

Income statement

Gross profit

With reference to section 32 of the Danish Financial Statement Act, the items "Revenue" to and including "Other external expenses" are consolidated into one item designated "Gross profit".

Other external expenses

Other external expenses include expenses related to administration etc.

Dividends from group enterprises

Received dividends in the financial year from group enterprises are recognized in the income statement.

Dividends from associates

Received dividends in the financial year from associates are recognized in the income statement.

Financial items

Financial income and expenses are recognized in the income statement with the amounts related to the year. Financial income and expenses comprise interest receivable and payable, realised and unrealised capital gains on securities and currency translation adjustments.

Tax expense

Tax on income for the year, consisting of the year's current tax and deferred tax, is recognized in the income statement to the extent that it relates to the income or loss for the year and on equity to the extent that it relates there to.

Accounting policies

Balance sheet

Financial fixed assets

Investments in group enterprises

Investments in group enterprises are recognized at historic cost less accumulated impairment losses. If the historic cost exceeds the recoverable amount the investment is written down to this lower value.

Investments in associates

Investments in associates are recognized at historic cost less accumulated impairment losses. If the historic cost exceeds the recoverable amount the investment is written down to this lower value.

Receivables from group enterprises and associates

Other long-term investments are recognized at historic cost less accumulated impairment losses. If the historic cost exceeds the recoverable amount the investment is written down to this lower value.

Receivables

Receivables are measured at amortized cost which corresponds in all material respects to nominal value. The value is reduced with provisions for expected bad debts.

Cash and bank balances

Cash comprises cash balances and bank balances.

Current tax and current deferred tax

Current tax liabilities and current tax assets are recognized in the balance sheet as estimated tax on the taxable income for the year, adjusted for change in tax on prior years' taxable income and for tax paid under the on-account tax scheme.

Deferred tax is measured according to the balance sheet liability method on all timing differences between the tax and accounting value of assets and liabilities.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred income tax is measured using tax rules and tax rates that apply by the balance sheet date when the deferred tax asset is realised or the deferred income tax liability is settled. The change in deferred tax as a result of changes in tax rates is recognized in the income statement.

Accounting policies

Liabilities

Long-term liabilities are measured at amortized cost.

Other liabilities are measured at amortized cost, corresponding to the nominal value.