

Total Wind A/S
Central Business Registration No
27416837
Sjællandsvej 5
7330 Brande

Annual report 2015

The Annual General Meeting adopted the annual report on 30.05.2016

Chairman of the General Meeting

Name: Birger Brix

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Entity details

Entity

Total Wind A/S
Sjællandsvej 5
7330 Brande

Central Business Registration No: 27416837

Registered in: Ikast-Brande

Financial year: 01.01.2015 - 31.12.2015

Board of Directors

Birger Brix, chairman
Jens Nygaard Laursen
Lars Blavnsfeldt

Executive Board

Jens Nygaard Laursen, CEO

Bank

Nordea
Skt. Clemens Torv 2-6
8000 Aarhus C

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
City Tower, Værkmestergade 2
8000 Aarhus C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Total Wind A/S for the financial year 01.01.2015 - 31.12.2015.

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 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.

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.

Brande, 30.05.2016

Executive Board

Jens Nygaard Laursen
CEO

Board of Directors

Birger Brix
chairman

Jens Nygaard Laursen

Lars Blavnsfeldt

Independent auditor's reports

To the owners of Total Wind A/S

Report on the financial statements

We have audited the financial statements of Total Wind A/S for the financial year 01.01.2015 - 31.12.2015, 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.

Opinion

In our opinion, the financial statements give a true and fair view of the Company'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.

Report on other legal and regulatory requirements

Emphasis of matter regarding other issues

Without modifying our opinion, we draw attention to that during the year Management has had minor transactions with the Company. An amount of DKK 9k was still outstanding at year end hence Management has been provided a longer time of credit than other customers. We assess that this is a violation of the Danish Company Act § 210, and as a consequence, Management may be held liable.

The amount has been paid subsequently.

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 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.

Aarhus, 30.05.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Henrik Vedel

State Authorised Public Accountant

Jacob Tækker Nørgaard

State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

	2015	2014	2013	2012	2011
	<u>DKK'000</u>	<u>DKK'000</u>	<u>DKK'000</u>	<u>DKK'000</u>	<u>DKK'000</u>
Financial high-lights					
Key figures					
Gross profit	61.451	76.314	75.472	65.865	94.221
Operating profit/loss	(18.071)	9.123	2.423	(315)	5.091
Net financials	12.313	10.107	1.792	11.576	(1.219)
Profit/loss for the year	(2.225)	17.237	3.889	11.938	2.719
Total assets	190.430	181.169	140.395	121.181	115.223
Investments in property, plant and equipment	476	89	1.263	1.026	2.879
Equity	45.847	53.192	36.327	31.088	18.166
Employees in average	128	112	102	92	102
Ratios					
Equity ratio (%)	26,0	29,4	25,9	25,7	15,8

Management commentary

Primary activities

The company's and the Group's activities comprise transportation, crane work, and turnkey solutions for installation of single wind turbines and wind energy parks as well as other related activities. The activities are primarily performed in the EMEA-countries and in the North-and South America. The activities are performed from the main office in Denmark and through foreign subsidiaries. The activities also includes services for wind turbines in the form of, inter alia, inspection, service, maintenance and repair.

Development in activities and finances

The Company achieved a net loss of DKK ('000) 2,225 in 2015 against net result of DKK ('000) 17,237 in 2014. The result can be explained by the difficult market conditions in the first half of the year and is considered unsatisfactory.

In the On Shore Installation segment business developed satisfactorily adding new strategic clients as well as geographic markets to Total Wind A/S portfolio. The European market was characterized by a weak first half year and a strong second half year. Following a couple of weak years the Asian market is expected to regain strength.

The Company has during 2015 strengthened the organization on both operational and management level to strengthen Company competitiveness and to ensure improved efficiency in all central areas. Particular focus is allocated to optimization of working capital and further improvement of cash management. The Company will continue the efforts in 2016.

The Company expects to achieve satisfactory earnings in the coming years including 2016.

Total Wind A/S markets maintain high focus on safety, work environment and local legislation to protect against social dumping and tax/social security evasions. Total Wind meets these requirements and sees a continued improvement in the competitive power.

Total Wind is certified according to ISO 9001, ISO 14001 and OHSAS 18001. Quality assurance is vital to the Company as a business partner with the professional customers in the world market. The supplementary training activities increased in 2015 which will continue in the coming year.

Outlook

The Company foresees a positive result for the coming year. The outlook for the installation markets in mid to late 2016 for new turbines looks positive and Total Wind is in good position to secure orders in the market. Indications of increased demand for services within Total Wind's core competences provide basis for confidence in the Company core strategy.

Management commentary

Material assumptions and uncertainties

On presentation of the annual report of the Company and the Group, Management has assumed that the annual report can be presented on a going concern basis. DKK 37m of the Group's bank loan is to be renegotiated in August 2016, and in this connection the Group's owners have declared that they will see to that any uncovered capital requirement in continuation thereof will be covered if, contrary to expectations, the bank facility is not extended.

Particular risks

Special risks

The Company's most significant operating risk is attached to the ability to be strongly positioned in the markets where the products are sold and to the ability to ensure that production prices are competitive.

Foreign exchange risks

The Company's revenue and expenses are primarily in Euro. The foreign exchange risk is therefore in all material respects limited to the exchange risk of this currency. It is not the company's policy to hedge this risk.

No speculative foreign currency positions are entered into.

Exchange adjustment of investments in subsidiary enterprises and associates that are independent entities is recognized directly in the equity. Related exchange risks are generally not hedged because it is the company's opinion that a current hedging of such long-term investments will not be optimal from an overall risk and cost viewpoint.

Interest risks

Considerable changes in the interest level will have a material direct impact on the earnings. The risk is considered insignificant.

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 C enterprises (medium).

The accounting policies applied for these financial statements are consistent with those applied last year, however the level of disclosures have decreased in accordance with the change from reporting class C (big) to reporting class C (medium).

Consolidated financial statements

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

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.

Accounting policies

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, work in progress, other operating income, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. 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.

Contract work in progress is included in revenue based on the stage of completion so that revenue corresponds to the selling price of the work performed in the financial year (the percentage-of-completion method).

Costs of raw materials and consumables

Costs of raw materials and consumables comprise the consumption of raw materials and consumables for the financial year.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes write-downs of receivables recognised in current assets.

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 property, 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.

Accounting policies

Income from investments in group enterprises

Income from investments in group enterprises are measured in the parent company's income statement under the equity method.

Income from investments in associates

Income from investments in group associates are measured in the parent company's income statement under the equity method.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, net capital gains on 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 transactions in foreign currencies 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 company and all Danish subsidiaries of the parent company. 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, including wages and costs that can be directly allocated to the asset. For financial leased assets the cost is equal to the lowest of the fair value and the net present value of the future lease payments, with addition of wages and costs related to improvements of leased assets, that can be directly allocated to the asset.

The basis of depreciation is cost less estimated residual value after the end of useful life. Residual values are reviewed regularly. Straightline depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	3-8 years, with a residual value 0-30%
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Equipment are written down to the lower of recoverable amount and carrying amount.

Investments in group enterprises

Investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity plus or minus unamortised positive, or negative, goodwill and minus or plus unrealised intra-group profits or losses.

Group enterprises with negative equity are measured at DKK 0, and any receivables from these enterprises are written down by the Parent's share of such negative equity value if it is deemed irrecoverable. If the negative equity value exceeds the amount receivable, the remaining amount is recognised under provisions if the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to Reserve for net revaluation according to the equity method under equity.

Goodwill is calculated as the difference between cost of the investments and fair value of the assets and liabilities acquired. Goodwill is amortised over its estimated useful life which is normally 5 years, however in certain cases it may be up to 20 years. The amortisation period is longest for strategically acquired enterprises with a strong market position and a long-term earnings profile.

Accounting policies

Investments in group enterprises are written down to the lower of recoverable amount and carrying amount.

Investments in associates

Investments in associates are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the associates' equity value plus or minus unamortised positive, or negative, goodwill and minus or plus unrealised pro rata internal profits and losses.

Associates with negative equity are measured at DKK 0, and any receivables from these associates are written down by the share of such negative equity if it is deemed irrecoverable. If the negative equity value exceeds the amount receivable, the remaining amount is recognised under provisions if there is a legal or constructive obligation to cover the liabilities of the relevant associate.

Upon distribution of profit or loss, net revaluation of investments in associates is transferred to Reserve for net revaluation according to the equity method under equity.

Investments in associates 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.

The company applies structured sale of receivables to financial institution. At the event of sale the majority of the value is settled from the financial institution. Remaining settlement is received in accordance with the final payment from the end-customer to the financial institution or after an agreed time.

This scheme applies the same type of risks to the company with respect to potential credit note issuance as if sale of the receivable had not taken place.

Risk of lacking payment has been limited to 10% of the transferred amount.

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

Assets held for sale

Assets held for sale are measured at the lower of cost 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.

Contract work in progress

Contract work in progress is measured at the selling price of the work carried out at the balance sheet date.

The selling price is measured based on the stage of completion and the total estimated income from the individual contracts in progress. Usually, the stage of completion is determined as the ratio of actual to total budgeted consumption of resources.

If the selling price of a project in progress cannot be made up reliably, it is measured at the lower of costs incurred and net realisable value.

Each contract in progress is recognised in the balance sheet under receivables or liabilities other than provisions, depending on whether the net value, calculated as the selling price less prepayments received, is positive or negative.

Costs of sales work and of securing contracts as well as financing costs are recognised in the income statement as incurred.

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.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises cash in hand and bank deposits.

Accounting policies

Other provisions

Other provisions comprise liabilities regarding investments in group companies.

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.

Cash flow statement

The cash flow statement for the company is included in the cash flow statement for the group and is therefore not included in the annual report for the company.

Financial highlights

Financial highlights are defined and calculated in accordance with "Recommendations & Ratios 2010" issued by the Danish Society of Financial Analysts.

Ratios

Calculation formula

Ratios reflect

Equity ratio (%)

$$\frac{\text{Equity} \times 100}{\text{Total assets}}$$

The financial strength of the Entity

Income statement for 2015

	<u>Notes</u>	<u>2015 DKK'000</u>	<u>2014 DKK'000</u>
Gross profit		61.451	76.314
Staff costs	2	(79.073)	(66.412)
Depreciation, amortisation and impairment losses	3	<u>(449)</u>	<u>(779)</u>
Operating profit/loss		(18.071)	9.123
Income from investments in group enterprises		12.052	8.770
Income from investments in associates		(159)	1.504
Other financial income	4	3.468	2.451
Other financial expenses	5	<u>(3.048)</u>	<u>(2.618)</u>
Profit/loss from ordinary activities before tax		(5.758)	19.230
Tax on profit/loss from ordinary activities	6	<u>3.533</u>	<u>(1.993)</u>
Profit/loss for the year		<u>(2.225)</u>	<u>17.237</u>
 Proposed distribution of profit/loss			
Reserve for net revaluation according to the equity method		12.854	10.274
Retained earnings		<u>(15.079)</u>	<u>6.963</u>
		<u>(2.225)</u>	<u>17.237</u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK'000</u>	<u>2014 DKK'000</u>
Other fixtures and fittings, tools and equipment		1.006	931
Leasehold improvements		45	99
Property, plant and equipment	7	<u>1.051</u>	<u>1.030</u>
Investments in group enterprises		54.698	33.232
Receivables from group enterprises		7.588	0
Investments in associates		5.061	5.526
Deposits		3.716	3.700
Fixed asset investments	8	<u>71.063</u>	<u>42.458</u>
Fixed assets		<u>72.114</u>	<u>43.488</u>
Assets held for sale		815	816
Inventories		<u>815</u>	<u>816</u>
Trade receivables		39.708	52.790
Contract work in progress	9	9.488	3.653
Receivables from group enterprises		53.866	73.606
Receivables from associates		1.740	2.049
Deferred tax assets		4.202	0
Other short-term receivables		5.284	2.168
Receivables from owners and management	10	9	0
Prepayments	11	1.499	1.939
Receivables		<u>115.796</u>	<u>136.205</u>
Cash		<u>1.705</u>	<u>660</u>
Current assets		<u>118.316</u>	<u>137.681</u>
Assets		<u><u>190.430</u></u>	<u><u>181.169</u></u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK'000</u>	<u>2014 DKK'000</u>
Contributed capital	12	500	500
Reserve for net revaluation according to the equity method		32.518	28.878
Retained earnings		12.829	23.814
Equity		<u>45.847</u>	<u>53.192</u>
Provisions for deferred tax		0	414
Provisions for investments in group enterprises	13	942	802
Other provisions	14	384	0
Provisions		<u>1.326</u>	<u>1.216</u>
Bank loans		64.214	48.419
Contract work in progress		2.100	2.533
Trade payables		24.747	23.279
Debt to group enterprises		30.917	37.520
Payables to shareholders and management		0	6
Income tax payable		1.034	334
Other payables		20.245	14.670
Current liabilities other than provisions		<u>143.257</u>	<u>126.761</u>
Liabilities other than provisions		<u>143.257</u>	<u>126.761</u>
Equity and liabilities		<u><u>190.430</u></u>	<u><u>181.169</u></u>
Going concern	1		
Contingent liabilities	15		
Assets charged and collateral	16		
Related parties with control	17		
Consolidation	18		

Statement of changes in equity for 2015

	Contri- buted capi- tal DKK'000	Reserve for net revalu- ation ac- cording to the equity method DKK'000	Retained earnings DKK'000	Total DKK'000
Equity beginning of year	500	28.878	23.814	53.192
Effect of divestments of entities etc	0	(804)	804	0
Exchange rate adjustments	0	(251)	(4.868)	(5.119)
Other adjustments	0	(4.664)	4.663	(1)
Distributed dividends from group enterprises	0	(3.352)	3.352	0
Distributed dividends from associates	0	(143)	143	0
Profit/loss for the year	0	12.854	(15.079)	(2.225)
Equity end of year	500	32.518	12.829	45.847

Notes

1. Going concern

On presentation of the annual report of the Company and the Group, Management has assumed that the annual report can be presented on a going concern basis. DKK 37m of the Group's bank loan is to be renegotiated in August 2016, and in this connection the Group's owners have declared that they will see to that any uncovered capital requirement in continuation thereof will be covered if, contrary to expectations, the bank facility is not extended.

	2015	2014
	DKK'000	DKK'000
2. Staff costs		
Wages and salaries	67.164	56.845
Pension costs	8.485	7.190
Other social security costs	1.122	1.136
Other staff costs	2.302	1.241
	79.073	66.412
Average number of employees	128	112

	2015	2014
	DKK'000	DKK'000
3. Depreciation, amortisation and impairment losses		
Depreciation of property, plant and equipment	455	781
Profit/loss from sale of intangible assets and property, plant and equipment	(6)	(2)
	449	779

	2015	2014
	DKK'000	DKK'000
4. Other financial income		
Financial income arising from group enterprises	1.875	1.140
Interest income	612	90
Exchange rate adjustments	981	1.221
	3.468	2.451

Notes

	2015	2014
	DKK'000	DKK'000
5. Other financial expenses		
Financial expenses from group enterprises	837	649
Interest expenses	1.888	1.968
Other financial expenses	323	1
	3.048	2.618
	2015	2014
	DKK'000	DKK'000
6. Tax on ordinary profit/loss for the year		
Current tax	180	334
Change in deferred tax for the year	(5.192)	1.723
Adjustment relating to previous years	1.479	(64)
	(3.533)	1.993
	Other fix- tures and fittings, tools and equipment DKK'000	Leasehold improve- ments DKK'000
7. Property, plant and equipment		
Cost beginning of year	4.407	693
Additions	441	35
Disposals	(162)	0
Cost end of year	4.686	728
Depreciation and impairment losses beginning of the year	(3.476)	(594)
Depreciation for the year	(366)	(89)
Reversal regarding disposals	162	0
Depreciation and impairment losses end of the year	(3.680)	(683)
Carrying amount end of year	1.006	45

Notes

	Investments in group enterprises DKK'000	Receivables from group enterprises DKK'000	Investments in associates DKK'000	Deposits DKK'000
8. Fixed asset investments				
Cost beginning of year	3.509	0	374	3.700
Transfer to and from other items	0	7.588	0	0
Additions	22.722	0	0	16
Disposals	0	0	(333)	0
Cost end of year	26.231	7.588	41	3.716
Revaluations beginning of year	29.723	0	5.152	0
Exchange rate adjustments	(263)	0	0	0
Adjustments on equity	0	0	12	0
Amortisation of goodwill	(261)	0	0	0
Share of profit/loss after tax	7.444	0	803	0
Dividend	(3.352)	0	(143)	0
Investments with negative equity depreciated over receivables	(4.964)	0	0	0
Investments with negative equity transferred to provisions	140	0	0	0
Reversal regarding disposals	0	0	(804)	0
Revaluations end of year	28.467	0	5.020	0
Carrying amount end of year	54.698	7.588	5.061	3.716

Goodwill is included in the investments in group enterprises and amounts 4.996k DKK.

Notes

	<u>Registered in</u>	<u>Corpo- rate form</u>	<u>Equity interest %</u>
Subsidiaries:			
Total Wind Canada Inc.	Canada	Inc.	100,00
Total Wind Romania LLC	Romania	LLC	100,00
Total Wind Service ApS	Denmark	ApS	100,00
Total Wind Sverige AB	Sweden	AB	64,00
Kusgoz Total Wind A.S	Turkey	A.S	51,00
Total Wind Brazil Ltda	Brazil	Ltda	75,00
Total Wind Blades ApS	Denmark	ApS	100,00
Total Wind Maroc SARL	Marocco	SARL	100,00
Total Wind Poland Sp. Z.o.o.	Poland	z.o.o.	80,00
Total Wind Service Sp. z.o.o	Poland	z.o.o.	100,00
Total Wind UK Ltd.	United King- dom	Ltd.	70,00
Total Wind GmbH	Germany	GmbH	100,00
Total Wind Benelux BV	Holland	BV	70,00
Total Wind Iberia Lda.	Portugal	Lda.	100,00

	<u>Registered in</u>	<u>Corpo- rate form</u>	<u>Equity interest %</u>
Associates:			
Certion B.V.	Netherlands	B.V.	31,30

	<u>2015 DKK'000</u>	<u>2014 DKK'000</u>
9. Contract work in progress		
Contract work in progress	118.675	113.153
Progress billings regarding contract work in progress	(111.287)	(112.033)
Transferred to liabilities other than provisions	<u>2.100</u>	<u>2.533</u>
	<u>9.488</u>	<u>3.653</u>

10. Short-term receivables from owners and management

Management has had minor transactions with the Company. An amount of DKK 9k was stil outstanding at year end hence Management has been provided a longer time of credit than other customers. The amount has been paid subsequently.

Notes

11. Prepayments

Prepayments include the share of prepaid costs that regards 2016.

	<u>Number</u>	<u>Par value DKK</u>	<u>Nominal value DKK'000</u>
12. Contributed capital			
A-shares	500	1,00	500
	<u>500</u>		<u>500</u>

13. Provisions for investments in group enterprises

Group enterprises with negative equity are measured at DKK 0, and any receivables from these enterprises are written down by the Parent's share of such negative equity value if it is deemed irrecoverable. If the negative equity value exceeds the amount receivable, the remaining amount is recognised under provisions if the Parent has a legal or constructive obligation to cover the liabilities of the relevant enter-prise.

14. Other provisions

The Company has provisioned 384k DKK to mitigate potential tax risks.

15. Contingent liabilities

The Company participates in a Danish joint taxation arrangement in which Total Wind Group 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 1 July 2012 for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

16. Assets charged and collateral

Collateral securities provided for subsidiaries and group enterprises

The Entity has guaranteed the bank debt regarding Total Wind Group A/S, Total Wind Equipment ApS and Total Wind Property ApS to the bankers.

The Company has guaranteed for bank loans in Total Wind Service ApS. The maximum limit of the guarantee is DKK 16,200k.

The Company has deposited a mortgage deed registered to the mortgagor on unsecured claims of 42,000k DKK nominal.

Notes

The Company has secured bank debt in Total Wind Service ApS and Total Wind Blades ApS by pledging the shares of Total Wind Service ApS and Total Wind Blades ApS as security.

The Company has guaranteed the debt regarding the financial lease debt in Total Wind Equipment ApS to Nordea Finans. As of 31.12.2015 the total financial lease debt amounts to 20,991 k. DKK.

The Company has issued letters of supports to the subsidiaries Total Wind Blades ApS and Total Wind Service ApS. The Company declares that it will add the required cash in order to meet the liabilities in the subsidiaries.

17. Related parties with control

Total Wind Group A/S, Brande holds all shares in the Company and has therefore controlling interest in the Company.

18. Consolidation

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

Total Wind Group A/S, Brande