

Patrika Holding ApS
c/o Deloitte, Dokken 8
6700 Esbjerg
Business Registration No
27447236

Annual report 2017

The Annual General Meeting adopted the annual report on 31.05.2018

Chairman of the General Meeting

Name: Yaacoub Fakhr El Kallassi

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Entity details

Entity

Patrika Holding ApS
c/o Deloitte, Dokken 8
6700 Esbjerg

Central Business Registration No (CVR): 27447236

Registered in: Esbjerg

Financial year: 01.01.2017 - 31.12.2017

Executive Board

Patrick El Kallassi, Chief Executive Officer
Yaacoub Fakhr El Kallassi

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Dokken 8
Postbox 200
6701 Esbjerg

Statement by Management on the annual report

The Executive Board have today considered and approved the annual report of Patrika Holding ApS for the financial year 01.01.2017 - 31.12.2017.

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 31.12.2017 and of the results of its operations for the financial year 01.01.2017 - 31.12.2017.

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.

Esbjerg, 31.05.2018

Executive Board

Patrick El Kallassi
Chief Executive Officer

Yaacoub Fakhr El Kallassi

Independent auditor's reports

To the shareholders of Patrika Holding ApS

Report on extended review of the financial statements

We have performed an extended review of the financial statements of Patrika Holding ApS for the financial year 01.01.2017 - 31.12.2017. The financial statements, which comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies, 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 FSR – Danish Auditors' Code of Conduct 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 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.

Conclusion

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2017 and of the results of its operations for the financial year 01.01.2017 - 31.12.2017 in accordance with the Danish Financial Statements Act.

Emphasis of matter affecting the financial statements

Referring to the letters of subordination stated in note 1 and statements concerning deferred payment, we have issued the above auditor's opinion.

Violation of company law and similar legislation

Without making reservations we can inform you that the company conflicts with the Company Act, because it has extended a loan to a shareholder, by which the management can become liable.

Independent auditor's reports

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, 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 the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary 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 of the management commentary.

Esbjerg, 31.05.2018

Deloitte

Statsautoriseret Revisionspartnerselskab

Central Business Registration No (CVR) 33963556

Peder Rene Pedersen

State Authorised Public Accountant

Identification No (MNE) mne23334

Management commentary

Primary activities

The Company's primary activity has been manufacturing and sale of dairy products through its subsidiary. As the subsidiary ceased its operating activities in autumn of 2005, the Company's activities now consist of capital management.

Development in activities and finances

During the year, the Company has realised a loss of DKK 393k, which was expected.

The business run by the subsidiary so far is being wound up. To finance this winding-up, El Kallassi Trading Corporation SAL has promised to provide the necessary cash.

Equity loss

The Company is covered by the regulations of equity loss in the Companies Act §119, as the company has lost the entire share capital as pr. 31.12.2017. As for the total debt to the shareholders of DKK 18.657k, and for the debt to Danika SAL of DKK 480k, totalling DKK 19.137k, these have issued a letter of subordination according to which the debt of DKK 19.137k is subordinated to general creditors so that the debt will not be satisfied until the other creditors have been satisfied but so that the debt will rank before the share capital.

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.

Income statement for 2017

	<u>Notes</u>	<u>2017 DKK</u>	<u>2016 DKK</u>
Other external expenses		(7.460)	(250)
Operating profit/loss		(7.460)	(250)
Income from investments in group enterprises		(159.591)	(180.606)
Other financial income from group enterprises		180.911	180.656
Other financial income	3	0	1.763
Other financial expenses	4	(406.425)	(403.907)
Profit/loss for the year		(392.565)	(402.344)
Proposed distribution of profit/loss			
Retained earnings		(392.565)	(402.344)
		(392.565)	(402.344)

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017 DKK</u>	<u>2016 DKK</u>
Investments in group enterprises		0	0
Receivables from group enterprises		0	0
Fixed asset investments	5	<u>0</u>	<u>0</u>
Fixed assets		<u>0</u>	<u>0</u>
Cash		<u>0</u>	<u>30</u>
Current assets		<u>0</u>	<u>30</u>
Assets		<u>0</u>	<u>30</u>

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017 DKK</u>	<u>2016 DKK</u>
Contributed capital	6	125.000	125.000
Retained earnings		<u>(19.272.710)</u>	<u>(18.880.145)</u>
Equity		<u>(19.147.710)</u>	<u>(18.755.145)</u>
Other payables		<u>19.137.460</u>	<u>18.731.885</u>
Non-current liabilities other than provisions		<u>19.137.460</u>	<u>18.731.885</u>
Other payables		<u>10.250</u>	<u>23.290</u>
Current liabilities other than provisions		<u>10.250</u>	<u>23.290</u>
Liabilities other than provisions		<u>19.147.710</u>	<u>18.755.175</u>
Equity and liabilities		<u>0</u>	<u>30</u>
Going concern	1		
Staff costs	2		
Contingent liabilities	7		

Statement of changes in equity for 2017

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	125.000	(18.880.145)	(18.755.145)
Profit/loss for the year	0	(392.565)	(392.565)
Equity end of year	125.000	(19.272.710)	(19.147.710)

Notes

1. Going concern

The Company's primary activity has been manufacturing and sale of dairy products through its subsidiary. As the subsidiary ceased its operating activities in autumn of 2005, the Company's activities now consist of capital management.

The company is covered by the regulations of equity loss in the Companies Act §119, as the company has lost the entire share capital as per 31.12.2017. As for the debt to the shareholders and Danika SAL, totalling DKK 19.137k, these creditors have issued a letter of subordination according to which the debt of DKK 19.137k is subordinated to general creditors so that the debt will not be satisfied until the other creditors have been satisfied but so that the debt will rank before the share capital. El Kallassi Trading Corporation SAL has promised to provide the necessary cash.

	<u>2017</u>	<u>2016</u>
2. Staff costs		
Average number of employees	<u>0</u>	<u>0</u>
	<u>2017</u>	<u>2016</u>
	<u>DKK</u>	<u>DKK</u>
3. Other financial income		
Exchange rate adjustments	<u>0</u>	<u>1.763</u>
	<u>0</u>	<u>1.763</u>
	<u>2017</u>	<u>2016</u>
	<u>DKK</u>	<u>DKK</u>
4. Other financial expenses		
Other interest expenses	404.865	403.907
Exchange rate adjustments	710	0
Other financial expenses	<u>850</u>	<u>0</u>
	<u>406.425</u>	<u>403.907</u>

Notes

	Invest- ments in group enterprise s DKK	Receivable s from group enterprise s DKK
5. Fixed asset investments		
Cost beginning of year	7.130.000	8.987.447
Additions	0	159.591
Cost end of year	7.130.000	9.147.038
Impairment losses beginning of year	(7.130.000)	(8.987.447)
Share of profit/loss for the year	(159.591)	0
Impairment losses for the year	0	(159.591)
Other adjustments	159.591	0
Impairment losses end of year	(7.130.000)	(9.147.038)
Carrying amount end of year	0	0

6. Contributed capital

Share capital consists of 125.000 shares at DKK 1. The shares have not been divided into classes. There have been no changes in share capital in the period 2009 – 2017.

7. Contingent liabilities

The Entity serves as the administration company in a Danish joint taxation arrangement. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for these entities.

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 to these financial statements are consistent with those applied last year.

Consolidated financial statements

Referring to section 110 of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

Income statement

Other external expenses

Other external expenses include expenses relating to administration etc.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of intra-group profits or losses.

Other financial income from group enterprises

Other financial income from group enterprises comprises interest income etc on receivables from group enterprises.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and 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, including interest expenses on payables to group enterprises, net capital losses on securities, payables and transactions in foreign currencies etc.

Balance sheet

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 value.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation is imminent, a provision is recognised that is measured at present value of the costs deemed necessary to incur to settle the obligation.

Accounting policies

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.

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

Receivables

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

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.