

Patrika ApS
Dokken 8
6700 Esbjerg
Business Registration No
27450199

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 ApS
Dokken 8
6700 Esbjerg

Central Business Registration No (CVR): 27450199
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 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 ApS

Report on extended review of the financial statements

We have performed an extended review of the financial statements of Patrika 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 auditors 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

The company has not complied with legal requirements for registration real owners in Erhvervsstyrelsen owners register. Management can become liable for this.

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, 21.05.2018

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 has stopped its activities in 2005 and has since then been working to close down the enterprise and to sell the fixed assets. However, the company in 2013 has changed the company's future plans and expects a greater future project.

Development in activities and finances

During the year, the company has realised a profit of DKK 1.435k, which is satisfactory.

Equity loss

The company is covered by 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 Parent Patrika Holding ApS and the debt to the Parent El Kallassi Trading Corporation SAL and Danika SAL, totalling DKK 34.709k, these creditors have issued a letter of subordination according to which the debt of DKK 34.709k is subordinated to debt to general creditors so that the debt will not be satisfied but so that the debt will rank before the share capital.

Liquidity support

El Kallassi Trading Corporation SAL has promised to provide the necessary cash.

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		<u>(86.323)</u>	<u>(100.256)</u>
Operating profit/loss		<u>(86.323)</u>	<u>(100.256)</u>
Other financial income	3	2.481.164	5.770
Other financial expenses	4	<u>(959.487)</u>	<u>(1.565.944)</u>
Profit/loss for the year		<u>1.435.354</u>	<u>(1.660.430)</u>
Proposed distribution of profit/loss			
Retained earnings		<u>1.435.354</u>	<u>(1.660.430)</u>
		<u>1.435.354</u>	<u>(1.660.430)</u>

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017 DKK</u>	<u>2016 DKK</u>
Acquired trademarks		<u>0</u>	<u>0</u>
Intangible assets	5	<u>0</u>	<u>0</u>
Property, plant and equipment in progress		<u>1.826.405</u>	<u>1.826.405</u>
Property, plant and equipment	6	<u>1.826.405</u>	<u>1.826.405</u>
Fixed assets		<u>1.826.405</u>	<u>1.826.405</u>
Receivables from owners and management	7	<u>69.534</u>	<u>63.184</u>
Receivables		<u>69.534</u>	<u>63.184</u>
Cash		<u>29.273</u>	<u>30.955</u>
Current assets		<u>98.807</u>	<u>94.139</u>
Assets		<u>1.925.212</u>	<u>1.920.544</u>

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017 DKK</u>	<u>2016 DKK</u>
Contributed capital	8	195.000	195.000
Retained earnings		<u>(33.015.282)</u>	<u>(34.450.636)</u>
Equity		<u>(32.820.282)</u>	<u>(34.255.636)</u>
Payables to group enterprises		9.146.437	8.986.846
Other payables		<u>25.561.807</u>	<u>27.116.355</u>
Non-current liabilities other than provisions	9	<u>34.708.244</u>	<u>36.103.201</u>
Trade payables		0	431
Other payables		<u>37.250</u>	<u>72.548</u>
Current liabilities other than provisions		<u>37.250</u>	<u>72.979</u>
Liabilities other than provisions		<u>34.745.494</u>	<u>36.176.180</u>
Equity and liabilities		<u>1.925.212</u>	<u>1.920.544</u>
Going concern	1		
Staff costs	2		
Contingent liabilities	10		
Assets charged and collateral	11		

Statement of changes in equity for 2017

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	195.000	(34.450.636)	(34.255.636)
Profit/loss for the year	0	1.435.354	1.435.354
Equity end of year	195.000	(33.015.282)	(32.820.282)

Notes

1. Going concern

The company has stopped its activities in 2005 and has since then been working to close down the enterprise and to sell the fixed assets. However, the company in 2013 has changed the company's future and expects a greater future project.

The company is covered by 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 Parent Patrika Holding ApS and the debt to the Parent El Kallassi Trading Corporation SAL and Danika SAL, totalling DKK 34.709k, these creditors have issued a letter of subordination according to which the debt of DKK 34.709k is subordinated to debt to general creditors so that the debt will not be satisfied but so that the debt will rank before the share capital. Loan repayments is not due before 01.06.2019 unless equity in Patrika ApS is recovered. The letters of subordination and statements concerning deferred payment terminates on 1 June 2019. El Kallassi Trading Corporation SAL has promised to provide the necessary cash.

2. Staff costs

Average number of employees

2017	2016
0	0

3. Other financial income

Other interest income

2017	2016
DKK	DKK
6.350	5.770
2.474.814	0
2.481.164	5.770

Exchange rate adjustments

4. Other financial expenses

Financial expenses from group enterprises

Other interest expenses

Exchange rate adjustments

Other financial expenses

2017	2016
DKK	DKK
180.911	180.656
776.490	779.475
1.818	605.123
268	690
959.487	1.565.944

Notes

	Acquired trademarks DKK
5. Intangible assets	
Cost beginning of year	185.810
Cost end of year	185.810
Amortisation and impairment losses beginning of year	(185.810)
Amortisation and impairment losses end of year	(185.810)
Carrying amount end of year	0

	Property, plant and equipment in progress DKK
6. Property, plant and equipment	
Cost beginning of year	1.826.405
Cost end of year	1.826.405
Carrying amount end of year	1.826.405

7. Receivables from owners and management

The company has granted a loan to a shareholder. There is no interest- and repayment terms, but the loan is calculated with an interest of approximately 10% under applicable Company Act.

8. Contributed capital

Share Capital of 195,000 shares at DKK 1. The shares have not been divided into classes. There have been no changes in share capital in the period 2009 to 2017.

9. Liabilities other than provisions

The Parent Patrika Holding ApS, El Kallassi Trading Corporation SAL and Danika SAL have issued a letter of subordination according to which the debt totalling DKK 34.709k is subordinated to all the Company's other creditors so that this debt will not be satisfied until the other creditors have been satisfied but so that the debt will range before the share capital. The letters of subordination terminates on 1 June 2019.

Patrika Holding ApS, El Kallassi Trading Corporation SAL and Danikas SAL hereby declare to:

To subordinate the amount receivable of DKK 34.709k in favour of Patrika Holding ApS, El Kallassi Trading Corporation SAL and Danika SAL and other present and future creditors, whereby the amount receivable

Notes

changes legal status to subordinated debt. Consequently, Patrika Holding ApS, El Kallassi Trading Corporation SAL and Danika SAL is unauthorized to receive interests or instalments in the amount receivable, before equity in Patrika ApS is recovered. Should Patrika ApS enter into bankruptcy or if schemes of arrangements, negotiations or extension are recommenced, Patrika Holding ApS has notification rights in the amount receivable after the other creditors, but before the equity capital.

Cross demands cannot be made against the amount receivable.

This letter of subordination has been announced to Patrika ApS.

The letter of subordination terminates without further warning or announcement to Patrika ApS on 1 June 2019.

10. Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Patrika Holding ApS serves as the administration company. 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 the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

11. Assets charged and collateral

There is issued mortgage deeds registered to the mortgagor on property of DKK 4,880,000 nominal. The mortgage deeds is in the company's possession.

The carrying amount of mortgaged properties is DKK 1.826.405.

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.

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 rate 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.

Income statement

Other external expenses

Other external expenses include expenses relating to administration.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, payables and transactions in foreign currencies etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, payables and transactions in foreign currencies etc.

Accounting policies

Balance sheet

Intellectual property rights etc

Intellectual property rights etc comprise acquired intellectual property Trademarks.

Intellectual property rights acquired are measured at cost less accumulated amortisation. Trademarks are amortised over five years.

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment

Land and buildings and tangible assets under construction are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

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:

Buildings	30 years
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Estimated useful lives and residual values are reassessed annually.

Items of 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 writedowns for bad and doubtful debts.

Cash

Cash comprises bank deposits.

Other financial liabilities

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