

PLM Group 3DX ApS

Langebjergvænget 4
4000 Roskilde
Denmark

CVR no. 27 74 45 40

Annual report 2018

The annual report was presented and approved at the
Company's annual general meeting on

17 May 2019

Jörgen Pehr Niklas Fredsson
chairman

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Statement by the Executive Board

The Executive Board has today discussed and approved the annual report of PLM Group 3DX ApS for the financial year 1 January – 31 December 2018.

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, liabilities and financial position at 31 December 2018 and of the results of the Company's operations for the financial year 1 January – 31 December 2018.

Further, in my opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

I recommend that the annual report be approved at the annual general meeting.

Roskilde, 17 May 2019
Executive Board:

Jan Olov Lundström
Chief Executive Officer

Independent auditor's report

To the shareholder of PLM Group 3DX ApS

Opinion

We have audited the financial statements of PLM Group 3DX ApS for the financial year 1 January – 31 December 2018 comprising income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2018 and of the results of the Company's operations for the financial year 1 January – 31 December 2018 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements in Denmark will always detect a material misstatement when it exists. Misstatements may arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also

- identify and assess the risks of material misstatement of the company financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that

Independent auditor's report

are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the 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 of the Management's review.

Copenhagen, 17 May 2019

KPMG

Statsautoriseret Revisionspartnerselskab
CVR no. 25 57 81 98

David Olafsson
State Authorised
Public Accountant
mne19737

PLM Group 3DX ApS
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Management's review

Company details

PLM Group 3DX ApS
Langebjergvænget 4
4000 Roskilde
Denmark

CVR no.: 27 74 45 40
Financial year: 1 January – 31 December

Executive Board

Jan Olov Lundström, Chief Executive Officer

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Dampfaergevej 28
DK-2100 Copenhagen
Denmark

Management's review

Operating review

Principal activities

PLM Group is the largest Dassault Systemes/SolidWorks value added reseller in Northern Europe serving approx. 5,000 customers from a wide range of industries. PLM Group makes customers more competitive by implementing solutions based on PLM application software into their entire value chain. The intuitive and high torques solutions generate 3D capabilities to sell, design, manufacture, deliver and service better products, faster and more cost-effectively.

Development in activities and financial position

The activities in the PLM Group 3DX ApS were very limited during 2018. The result for 2018 is in accordance with the budget. The result for the year is a loss of DKK 84 thousand and meets the expectations stated in the annual report 2017. The Company is not expected to be profitable in 2019.

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.

Capital resources

The LMT Group AB has issued a letter of support stating that financial support will be provided to the PLM Group 3DX ApS at least until 31 December 2019. Management assesses that this is sufficient to cover the expected financing requirements for the coming year.

Financial statements 1 January – 31 December

Income statement

DKK	Note	2018	2017
Gross loss		<u>-84,853</u>	<u>-52,971</u>
Operating loss		<u>-84,853</u>	<u>-52,971</u>
Other financial income	2	3,806	3,691
Other financial expenses	3	<u>-2,767</u>	<u>-759</u>
Loss before tax		<u>-83,814</u>	<u>-50,039</u>
Tax on profit/loss for the year	4	<u>18,801</u>	<u>12,022</u>
Loss for the year		<u><u>-65,013</u></u>	<u><u>-38,017</u></u>
Proposed distribution of loss			
Retained earnings		<u><u>-65,013</u></u>	<u><u>-38,017</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	<u>31/12 2018</u>	<u>31/12 2017</u>
ASSETS			
Current assets			
Receivables			
Receivables from group entities		200,646	160,748
Other receivables		3,293	3,303
Deferred tax asset		361	0
Corporation tax receivable		<u>18,194</u>	<u>11,009</u>
		<u>222,494</u>	<u>175,060</u>
Cash at bank and in hand		<u>4,258</u>	<u>1,971</u>
Total current assets		<u>226,752</u>	<u>177,031</u>
TOTAL ASSETS		<u><u>226,752</u></u>	<u><u>177,031</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	<u>31/12 2018</u>	<u>31/12 2017</u>
EQUITY AND LIABILITIES			
Equity			
Contributed capital		125,000	125,000
Retained earnings		<u>-70,620</u>	<u>-5,607</u>
Total equity		<u>54,380</u>	<u>119,393</u>
Liabilities			
Current liabilities other than provisions			
Payables to group entities		160,377	45,638
Other payables		<u>11,995</u>	<u>12,000</u>
		<u>172,372</u>	<u>57,638</u>
Total liabilities		<u>172,372</u>	<u>57,638</u>
TOTAL EQUITY AND LIABILITIES		<u>226,752</u>	<u>177,031</u>
Contingent liabilities	5		
Related party disclosures	6		

Financial statements 1 January – 31 December

Statement of changes in equity

DKK	Contributed capital	Retained earnings	Total
Equity at 1 January 2018	125,000	-5,607	119,393
Transferred over the distribution of loss	0	-65,013	-65,013
Equity at 31 December 2018	125,000	-70,620	54,380

Financial statements 1 January – 31 December

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1 Accounting policies

The annual report of PLM Group 3DX ApS for 2018 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in of specific provisions for reporting class C.

The accounting policies used in the preparation of the financial statements are consistent with those of 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 Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Company 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 Company, 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.

Gross profit

Pursuant to section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross profit.

Other external costs

Other external costs include costs relating to the Company's ordinary activities, including banking fees and audit expenses.

Other financial income and expenses

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

Other financial expenses comprise interest expenses on payables to group entities.

Tax on profit/loss for the year

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.

The Company is jointly taxed with all Danish subsidiaries. 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).

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Receivables

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

Income tax payable or receivable

Current tax payable or receivable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.

Cash and cash equivalents

Cash comprises cash in hand and bank deposits.

Equity

Dividends

The expected dividends payment for the year is disclosed as a separate item under equity.

Other financial liabilities

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

Financial statements 1 January – 31 December

Notes

DKK	<u>2018</u>	<u>2017</u>
2 Other financial income		
Interest income from group entities	3,274	3,691
Exchange gains	<u>532</u>	<u>0</u>
	<u>3,806</u>	<u>3,691</u>
3 Other financial expenses		
Interest expense to group entities	1,730	737
Other financial costs	9	0
Exchange losses	<u>1,028</u>	<u>22</u>
	<u>2,767</u>	<u>759</u>
4 Tax on profit/loss for the year		
Current tax for the year	-18,194	-11,009
Deferred tax for the year	-361	0
Adjustment of tax concerning previous years	<u>-246</u>	<u>-1,013</u>
	<u>-18,801</u>	<u>-12,022</u>

5 Contingent liabilities

The Company participates in a Danish joint taxation arrangement where the PLM Group ApS serves as the administrative company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company 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 Company has given guarantee of payment to the PLM Group ApS, for which reason SDH Development ApS and PLM Group ApS will be equally liable to PLM Group ApS' bankers.

6 Related party disclosures

PLM Group 3DX ApS' related parties comprise the following:

Consolidated financial statements

The Company is part of the consolidated financial statements of LMT Group AB, BOX 423, SE-331 24 Värnamo, Sweden.

The consolidated financial statements can be obtained by contacting LMT Group AB on the address mentioned above.