

**Network Industrial Agencies A/S  
Central Business Registration No  
27958605**

**Amaliegade 43, 2.  
DK-1256 Copenhagen K**

**Annual report 2015**

The Annual General Meeting adopted the annual report on 04.02.2016

**Chairman of the General Meeting**

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Name: Christian Hvidt

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## **Entity details**

### **Entity**

Network Industrial Agencies A/S

Amaliegade 43, 2.

DK-1256 Copenhagen K

Central Business Registration No: 27958605

Registered in: Copenhagen

Financial year: 01.01.2015 - 31.12.2015

### **Board of Directors**

Timothy Mott, Chairman

Martin Peter Yde Jensen

Ove Høegh-Guldberg Hoff

Christian Hvidt

### **Executive Board**

Martin Peter Yde Jensen

### **Auditors**

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

Postboks 1600

0900 København 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 Network Industrial Agencies 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.

Copenhagen, 04.02.2016

### **Executive Board**

Martin Peter Yde Jensen

### **Board of Directors**

Timothy Mott  
Chairman

Martin Peter Yde Jensen

Ove Høegh-Guldberg Hoff

Christian Hvidt

## **Independent auditor's reports**

### **To the owners of Network Industrial Agencies A/S**

#### **Report on the financial statements**

We have audited the financial statements of Network Industrial Agencies 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit has not resulted in any qualification.

## **Independent auditor's reports**

### **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.

### **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.

Copenhagen, 04.02.2016

### **Deloitte**

Statsautoriseret Revisionspartnerselskab

Jens Baes

State Authorised Public Accountant

CVR-nr. 33963556

## **Management commentary**

### **Primary activities**

The Company's primary activity is centered around representation of an International Manufacturer in the Danish Marketplace.

### **Development in activities and finances**

Profit for the fiscal year of 2015 is a positive DKK 9.561 K, which is considered satisfactory. On December 31, 2015, the Assets showed a total value of DKK 9.576 K and the Equity of DKK 6.386 K.

### **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 B enterprises with addition of certain provisions for reporting class C enterprises.

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 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.

### **Income statement**

#### **Gross profit or loss**

Gross profit or loss comprises revenue and other external expenses.



## Accounting policies

### Revenue

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.

### 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.

### 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 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, amortisation of financial liabilities 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.

## Balance sheet

### Receivables

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

### 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.

## **Accounting policies**

### **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.

### **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.

**Income statement for 2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
<b>Gross profit</b>		<b>12.568.436</b>	<b>384</b>
Other financial income		0	116
Other financial expenses	1	<u>(69.876)</u>	<u>0</u>
<b>Profit/loss from ordinary activities before tax</b>		<b>12.498.560</b>	<b>500</b>
Tax on profit/loss from ordinary activities	2	<u>(2.937.519)</u>	<u>9</u>
<b>Profit/loss for the year</b>		<b><u>9.561.041</u></b>	<b><u>509</u></b>
 <b>Proposed distribution of profit/loss</b>			
Dividend for the financial year		5.600.000	0
Extraordinary dividend		3.900.000	0
Retained earnings		<u>61.041</u>	<u>509</u>
		<b><u>9.561.041</u></b>	<b><u>509</u></b>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Trade receivables		6.660	0
Deferred tax assets		0	9
Other short-term receivables		196.945	488
<b>Receivables</b>		<u><b>203.605</b></u>	<u><b>497</b></u>
<b>Cash</b>		<u><b>9.372.262</b></u>	<u><b>1.165</b></u>
<b>Current assets</b>		<u><b>9.575.867</b></u>	<u><b>1.662</b></u>
<b>Assets</b>		<u><u><b>9.575.867</b></u></u>	<u><u><b>1.662</b></u></u>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Contributed capital	3	750.000	750
Retained earnings		<u>5.636.326</u>	<u>(25)</u>
<b>Equity</b>		<b><u>6.386.326</u></b>	<b><u>725</u></b>
Trade payables		230.818	839
Payables to shareholders and management		9.979	90
Income tax payable		2.928.744	0
Other payables		<u>20.000</u>	<u>8</u>
<b>Current liabilities other than provisions</b>		<b><u>3.189.541</u></b>	<b><u>937</u></b>
<b>Liabilities other than provisions</b>		<b><u>3.189.541</u></b>	<b><u>937</u></b>
<b>Equity and liabilities</b>		<b><u><u>9.575.867</u></u></b>	<b><u><u>1.662</u></u></b>
Ownership	4		

**Statement of changes in equity for 2015**

	<b>Contributed capital DKK</b>	<b>Retained ear- nings DKK</b>	<b>Total DKK</b>
Equity beginning of year	750.000	(24.715)	725.285
Extraordinary dividend paid	0	(3.900.000)	(3.900.000)
Dividend	0	5.600.000	5.600.000
Profit/loss for the year	0	3.961.041	3.961.041
<b>Equity end of year</b>	<b>750.000</b>	<b>5.636.326</b>	<b>6.386.326</b>

## Notes

	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK'000</b>
<b>1. Other financial expenses</b>		
Interest expenses	429	0
Exchange rate adjustments	69.447	0
	<b>69.876</b>	<b>0</b>

	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK'000</b>
<b>2. Tax on ordinary profit/loss for the year</b>		
Current tax	2.928.744	0
Change in deferred tax for the year	8.775	(9)
	<b>2.937.519</b>	<b>(9)</b>

	<b>Number</b>	<b>Par value</b>	<b>Nominal</b>
		<b>DKK</b>	<b>value</b>
			<b>DKK</b>
<b>3. Contributed capital</b>			
Shares	750	1.000,00	750.000
	<b>750</b>		<b>750.000</b>

## 4. Ownership

The Company has registered the following shareholders to hold more than 5% of the voting share capital or of the nominal value of the share capital:

M.Y. Jensen ApS, Amaliegade 43, 2., 1256 Copenhagen K, Denmark

Tim Mott Associates Ltd., Rose Villa, 38 Hampton Road, TW2 5QB Twickenham, United Kingdom

Vitholding ApS, De Connicks Vej 21, 2840 Holte

To Hoff Holding ApS, Esperance Alle 9, 2920 Charlottenlund, Denmark