

North Atlantic Trading ApS

Kalkbrænderiløbskaj 6
2100 Copenhagen

CVR 28 28 86 54

Annual Report for the year 2016

12th financial year

The Annual Report has been presented and approved at the Company's ordinary general meeting

Copenhagen, 17/5 2017

Chairman



Poul Lund Christensen

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Company information

Address	Kalkbrænderiløbskaj 6 2100 Copenhagen
Executive Board	Mark David Korman Simon John Zeccola
Auditor	The company has no auditor as it, according to the articles of association has chosen not to have the annual report audited.
Ownership control	The Company is owned by: National IT, Cayman Island Harbour Place 4th floor, 103 South Church Street Grand Cayman Cayman Islands
Financial year	1 January - 31 December

Management's statement

The Executive Board has today discussed and approved the Annual Report of North Atlantic Trading ApS for the financial year 1 January - 31 December 2016.

The Annual Report has been prepared in accordance with the Danish Financial Statements Act.

We consider the accounting principles appropriate, and in our opinion the Annual Report gives a true and fair view of the Company's assets and liabilities, financial position and the results of operations.

In our opinion, the managements review gives a true and fair statement of the conditions mentioned in the review.

We consider the conditions for not performing audit to be fulfilled.

We recommend to the Annual General meeting of shareholders that the Annual Report for the coming year should not be audited. We consider the conditions for not performing audit to be fulfilled.

We recommend that the Annual Report is approved by the Annual General Meeting of shareholders.

Copenhagen,

Executive Board



Mark David Korman



Simon John Zeccola

Management's review

Principal activities

The company act as agent for buying and selling computer hardware.

Unusual circumstances

No unusual circumstances have affected the company's activities during the year.

Uncertainty relating to recognition and measurement

The company has no uncertainty relating to recognition and measurement.

Development in activities and financial position

The company's financial position and the result of the year will be shown in the following income statement of the financial year 1 January - 31 December 2016 and the balance sheet as per 31 December 2016.

It is the company's 12th financial year. The annual report is prepared in DKK.

The result for the period shows a profit of DKK 280.362. The Management considers the result to be satisfactory.

Subsequent events

No significant events have occurred after the balance sheet date, which could have influence on the evaluation of the financial statements.

Future prospects

The company expect a profit for the coming year.

Accounting principles applied

The annual report of the Company has been prepared in accordance with the provisions of the Danish Financial Statements Act for Class B companies.

The accounting policies were applied consistently with the principles of prior years financial reporting.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised costs are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, write downs and provisions.

Assets are recognized in the balance sheet when it is likely that the future financial benefits will accrue on the company and when the value of the asset can be measured reliably.

Liabilities are recognized in the balance sheet when it is likely that the future financial benefits will be deducted from the company and when the value of the liability can be measured reliably.

The first recognition measures assets and liabilities at cost. Subsequently, assets and liabilities will be measured individually in respect of each accounting item as described below.

Certain financial assets and liabilities are measured at cost, thus recognizing a constant effective interest over the term. Amortized cost is computed as original cost less deductions, if any, as well as additions/deductions of the accumulated amortization of the difference between cost and nominal value.

When recognizing and measuring, gains, losses and risk in connection with the presentation of the annual report are considered and which confirm or invalidate events, which existed at balance sheet date.

Foreign currency translation

During the year transactions in foreign currencies are translated at the rate of exchange as at the transaction date.

Receivables, liabilities and other items in foreign currencies which are unsettled on the balance sheet date are translated at the exchange rate as at the balance sheet date.

Realized and unrealized exchange rate adjustments are included in the profit and loss account under financial items.

Accounting principles applied

Income statement

Gross profit / Gross loss

With reference to section 32 of the Danish Financial Statements Act, the items from 'Revenue' to and including 'Other external expenses' are consolidated into one item stated as Gross profit / Gross loss.

Other external expenses

Other external expenses comprise expenses for distribution, sale, marketing, administration, premises, bad debts, etc.

Financial items

Interest income and expense and similar items are recognized in the income statement with the amounts relating to the financial year. The financial items comprise interest income and expense, realized and unrealized exchange rate gains and losses resulting from transactions in foreign currencies.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

Balance sheet

Receivables

Receivables are measured at amortised cost. Write-down is made for bad debt losses based on an individual assessment of receivables.

Tax assets, receivables and liabilities

Current tax liabilities and outstanding current tax are recognized in the balance sheet as computed tax on the taxable income for the year adjusted for tax on previous years' taxable income as well as for tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between accounting and tax values of assets and liabilities. In cases, e.g. regarding shares where computation of the tax value can be made according to alternative tax rules, deferred tax is measured either on basis of the planned use of the asset or on settlement of the liability.

Deferred tax assets, including the tax value of tax loss carry forwards, are measured at expected realizable value, either by payment of tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity. Deferred net tax assets, if any, are measured at net realizable value.

Deferred tax is measured on basis of the tax rules and tax rates ruling at balance sheet date, when the deferred tax is expected to become current tax. Changes in deferred tax because of changes in tax rates are recognized in the income statement.

Liabilities

Liabilities are measured at amortized cost equal to nominal value.

Income statement 1 January - 31 December 2016

	<u>Note</u>	<u>2016</u> DKK	<u>2015</u> DKK
Gross profit		511.831	748.777
Profit before financial items		511.831	748.777
Financial expenses		(152.203)	(82.557)
Profit before tax		359.628	666.220
Tax on net profit for the year	1	(79.266)	(158.038)
Net profit for the year		280.362	508.182

Proposed distribution of profit/(loss)

	<u>Note</u>	<u>2016</u> DKK	<u>2015</u> DKK
Net profit for the year		280.362	508.182
At disposal		<u>280.362</u>	<u>508.182</u>
Proposed distribution of profit/(loss)			
Retained earnings		280.362	508.182
		<u>280.362</u>	<u>508.182</u>

Balance as at 31 December 2016**ASSETS**

	<u>Note</u>	<u>2016</u> DKK	<u>2015</u> DKK
Trade receivables		0	4.755.559
Receivables from affiliates		1.592.719	0
Inventory		0	1.673.068
Other receivables		1.302	0
Total receivables		<u>1.594.021</u>	<u>6.428.627</u>
Total cash and cash equivalents		<u>0</u>	<u>0</u>
Total current assets		<u>1.594.021</u>	<u>6.428.627</u>
Total assets		<u>1.594.021</u>	<u>6.428.627</u>

Balance as at 31 December 2016

EQUITY AND LIABILITIES

	<u>Note</u>	<u>2016</u> DKK	<u>2015</u> DKK
Share capital		125.000	125.000
Retained earnings		1.399.879	1.119.517
Total shareholders equity	2	<u>1.524.879</u>	<u>1.244.517</u>
Trade payables		0	6.527
Payable corporation tax		59.213	146.340
Payables to affiliates		0	5.025.027
Other payables		9.929	6.216
Total short-term liabilities		<u>69.142</u>	<u>5.184.110</u>
Total equity and liabilities		<u>1.594.021</u>	<u>6.428.627</u>
Contingent liabilities	3		
Related parties	4		

Notes to the annual report

	<u>2016</u>	<u>2015</u>	
	DKK	DKK	
1 Tax on net profit for the year			
Tax for the year	79.266	158.038	
	<u>79.266</u>	<u>158.038</u>	
 2 Shareholders equity			
	Share capital	Retained earnings	Total
	DKK	DKK	DKK
Balance 1 January 2016	125.000	1.119.517	1.244.517
Result of the year	<u>0</u>	<u>280.362</u>	<u>280.362</u>
Balance 31 December 2016	<u>125.000</u>	<u>1.399.879</u>	<u>1.524.879</u>

Share capital

The share capital comprises 168 shares of EUR 100 or multiples hereof.
There are no changes in the share capital within the last 5 years.

3 Contingent liabilities

The company is liable for payment of duties for a foreign company's Danish VAT.

4 Related parties

Related parties with a discretionary control of North Atlantic Trading ApS

National IT, Cayman Island
Harbour Place
4th floor, 103 South Church Street
Grand Cayman
Cayman Islands