


# Verdane NVP II Associates SPV K/S

c/o Intertrust Group  
Harbour House  
Sundkrogsgade 21  
DK-2100 Copenhagen

CVR no. 29206449

Annual Report 2015

Chairman



Approved at the Company's Annual General Meeting on 10/3 - 2016

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## MANAGEMENT'S REPORT

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The Management has today discussed and approved the Annual Report of Verdane NVP II Associates SPV K/S for the financial year 1 January 2015 - 31 December 2015.

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

It is my opinion that the financial statements give a true and fair view of the Company's financial position at 31 December 2015 and of the results of the Company's operations for the financial year 1 January 2015 - 31 December 2015.

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.

Copenhagen, 25 February 2016

On behalf of the General Partner:  
Verdane NVP II SPV GP ApS

  
Gunnar Rydning

## INDEPENDENT AUDITOR'S REPORT

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**To the Limited Partners of Verdane NVP II Associates SPV K/S.**

### **Independent auditor's report on the financial statements**

We have audited the financial statements of Verdane NVP II Associates SPV K/S for the financial year 1 January 2015 – 31 December 2015, which comprise a summary of significant accounting policies, income statement, balance sheet 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. Management is also responsible 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.

### **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 as to 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the 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 Company'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 evaluating 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 opinion.

Our audit has not resulted in any qualification.

### **Opinion**

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2015 and of the results of its operations for the financial year 1 January 2015 – 31 December 2015 in accordance with the Danish Financial Statements Act.

Verdane NVP II Associates SPV K/S

## INDEPENDENT AUDITOR'S REPORT

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### Statement on the Management's Review

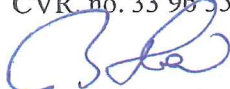
Pursuant to the Danish Financial Statements Act, we have read the Management's review. We have not performed any other procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the financial statements.

Copenhagen, 25 February 2016

**Deloitte**

Statsautoriseret Revisionspartnerselskab

CVR no. 33 96 35 56



Bill Haudal Pedersen

State Authorised Public Accountant

COMPANY INFORMATION

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Company name	Verdane NVP II Associates SPV K/S
CVR no.	29206449
Address	c/o Intertrust Group Harbour House Sundkrogsgade 21 DK-2100 Copenhagen
Management	Gunnar Rydning
Auditors	Deloitte Statsautoriseret Revisionspartnerselskab Weidekampsgade 6 DK-2300 Copenhagen
Annual General Meeting	10/3 -2016
Chairman	<del>Gunnar Rydning</del> Rasmus Madsen
General Partner (Authorised to sign for the Company)	Verdane NVP II SPV GP ApS c/o Intertrust Group Harbour House Sundkrogsgade 21 DK-2100 Copenhagen

## MANAGEMENT'S REVIEW

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### **Principal activities of the Company**

The Company contributes venture capital to competitive enterprises.

### **Development in activities and financial matters**

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 2015 - 31 December 2015 and the balance sheet as per 31 December 2015.

### **The past year and follow-up on development expectations from last year**

No transactions were made during 2015. Operationally, one of the portfolio companies delivered a strong second half of the year in terms of both revenue and profitability, following a positive development on key contracts. The other key portfolio company has been active in M&A, and has consequently been working to integrate acquired business during the year.

The Company's net loss was TEUR 37, which is as expected by the Management.

### **Employees**

There have been no employees in the Company during the period.

### **Special risks- operating risks and financial risks**

#### **Operating risks**

The object of the Company is to contribute venture capital to competitive enterprises. The most important risk factor is therefore changes in the value of the investments made in the underlying portfolio companies.

#### **Market risks**

The portfolio of investments is well diversified among various industries. The geographical exposure of the portfolio companies is Scandinavia and a negative event in the Scandinavian capital markets would most likely affect the financing and/or exit possibilities in general.

#### **Foreign exchange risks**

The company's investments are primarily made in Swedish and Danish companies. The exchange risk related to the investments is therefore regarded as being fairly small

#### **Interest rate risks**

The Company is less sensitive to changes in the interest level. Cash carries current interest at fixed-term deposits

#### **Credit risks**

The main focus for Verdane NVP II Associates SPV K/S in the future will be to deploy capital into new investment opportunities, as well as develop and support the existing investment portfolio and to drive successful exits.

## MANAGEMENT'S REVIEW

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### **Subsequent events**

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



## ACCOUNTING POLICIES

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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 Annual Report is prepared in EUR.

The most significant elements of the accounting principles applied are described below. The accounting principles were applied consistently with the principles of prior year's financial reporting.

### **Recognition and measurement**

Revenue is recognised in the income statement as it is 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 recognised in the balance sheet when it is probable 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 it is probable that future economic benefits will flow from the Company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each individual item below.

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

When recognising and measuring assets and liabilities, any gains, losses and risks occurred prior to the presentation of the Annual Report will be considered and evidence of such conditions existing at the balance sheet date will be taken into account.

### **Foreign currency translation**

Transactions denominated in foreign currencies are translated at the exchange rates at the date of the transaction.

Receivables, liabilities and other items in foreign currencies which have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date.

Realised and unrealised exchange rate adjustments are included in the income statement as financial income/expenses.

## ACCOUNTING POLICIES

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### **Income statement**

#### **Value adjustments of investments**

The value adjustment of investments in to portfolio companies comprises value adjustment realized on sale and value adjustments unrealized on any revaluation or impairment of investments in portfolio companies at fair value.

#### **Other external expenses**

##### **Management fee**

Management fee comprises of management fee for the period calculated according to the Limited Partnership Agreement.

##### **Administrative expenses**

Administrative expenses comprise expenses for establishing the Company and managing the operations of the company, including audit costs, legal advisors and other general expenses.

##### **Financial items**

Financial income and expense and similar items are recognised in the income statement with the amounts relating to the reporting period. Net financials include interest income and expense and realised and unrealised exchange rate gains and losses on foreign currency transactions.

##### **Tax on profit/loss for the year**

The Company is not independently liable to tax and consequently tax has not been recognized.

### **Balance sheet**

#### **Investments in portfolio companies etc.**

Investments in subsidiaries, associates, other securities and investments comprise investments in portfolio companies and are measured at fair value on the balance sheet date. Value adjustments are recognised in the income statement.

Investments in portfolio companies are measured according to the guidelines of the “International Private Equity and Venture Capital” (IPEV) “Valuation Guidelines” which is why investments are recognised at fair value at the balance sheet date in accordance with the Danish Financial Statement Act §38.

Investments in portfolio companies of which listed market prices exist are measured on the basis of the last market price. Unlisted portfolio companies are valued either by way of a capital increase round or part sale based on the value of comparable companies as well as by applying traditional measurement methods.

## ACCOUNTING POLICIES

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### **Receivables**

Receivables are measured at amortised cost. Write-downs for bad debt are based on individual assessment of receivables.

### **Liabilities**

Liabilities are measured at amortised cost equal to nominal value.

**INCOME STATEMENT FOR THE PERIOD 1 JANUARY - 31 DECEMBER**

	<u>Note</u>	<u>2015</u>	<u>2014</u>
		EUR	EUR
Value adjustment of investments		(15.245)	762.648
Other external costs		<u>(25.636)</u>	<u>(35.473)</u>
<b>Profit/(loss) before financial items</b>		<b>(40.881)</b>	<b>727.175</b>
Financial income		4.249	7.783
Financial expenses		<u>(656)</u>	<u>(43.361)</u>
<b>Profit/(loss) before tax</b>		<b>(37.288)</b>	<b>691.597</b>
Tax on net profit/(loss) for the year		<u>0</u>	<u>0</u>
<b>Net profit/(loss) for the year</b>		<b><u>(37.288)</u></b>	<b><u>691.597</u></b>

**PROPOSED DISTRIBUTION OF PROFIT/LOSS**

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	<u>Note</u>	<u>2015</u>	<u>2014</u>
		EUR	EUR
<b>Proposed distribution of profit/loss</b>			
Retained earnings		<u>(37.288)</u>	<u>691.597</u>
<b>Total Distribution</b>		<u>(37.288)</u>	<u>691.597</u>

**BALANCE 31 DECEMBER**

	<u>Note</u>	<u>2015</u>	<u>2014</u>
		EUR	EUR
<b>ASSETS</b>			
Other investments		460.094	568.624
<b>Total financial fixed assets</b>		<b>460.094</b>	<b>568.624</b>
<b>Total fixed assets</b>		<b>460.094</b>	<b>568.624</b>
Other receivables		565	0
<b>Total receivables</b>		<b>565</b>	<b>0</b>
Cash and cash equivalents		32.697	504.724
<b>Total cash and cash equivalents</b>		<b>32.697</b>	<b>504.724</b>
<b>Total current assets</b>		<b>33.262</b>	<b>504.724</b>
<b>Total assets</b>		<b>493.356</b>	<b>1.073.349</b>

**BALANCE 31 DECEMBER**

	<u>Note</u>	<u>2015</u>	<u>2014</u>
		EUR	EUR
<b>EQUITY AND LIABILITIES</b>			
Contributed capital		2.713.940	3.258.708
Other reserves		0	(1.124.862)
Retained earnings/(losses)		<u>(2.259.284)</u>	<u>(1.097.135)</u>
<b>Total equity</b>	<b>1</b>	<b><u>454.655</u></b>	<b><u>1.036.711</u></b>
Trade payables		<u>38.701</u>	<u>36.638</u>
<b>Total short-term liabilities</b>		<b><u>38.701</u></b>	<b><u>36.638</u></b>
<b>Total liabilities</b>		<b><u>38.701</u></b>	<b><u>36.638</u></b>
<b>Total liabilities and equity</b>		<b><u>493.356</u></b>	<b><u>1.073.349</u></b>

NOTES TO THE FINANCIAL STATEMENTS

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<b>1</b>	<b>Limited partners equity</b>	Contributed capital EUR	Retained earnings EUR	Equity EUR
	Balance 1 January 2015	3.258.708	(2.221.997)	1.036.711
	Capital increase	56.480	0	56.480
	Capital reduction	(601.248)	0	(601.248)
	Result of the year	0	(37.288)	(37.288)
	<b>Limited partners equity total</b>	<b>2.713.940</b>	<b>(2.259.284)</b>	<b>454.655</b>