

**North Star Systems ApS
Central Business Registration No
29445729**

**Fiskerikajerne 16
8500 Grenaa**

Annual report 2015

The Annual General Meeting adopted the annual report on 30.05.2016

Chairman of the General Meeting



Name: Peter Kristiansen

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Entity details

Entity

North Star Systems ApS

Fiskerikajerne 16

8500 Grenaa

Central Business Registration No: 29445729

Registered in: Norddjurs

Financial year: 01.01.2015 - 31.12.2015

Executive Board

Peter Kristiansen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus C

Statement by Management on the annual report

The Executive Board have today considered and approved the annual report of North Star Systems ApS for the financial year 01.01.2015 - 31.12.2015.

The annual report is presented in accordance with the Danish Financial Statements Act.

In my 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.

I believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

I recommend the annual report for adoption at the Annual General Meeting.

Grenaa, 26.05.2016

Executive Board



Peter Kristiansen

Independent auditor's reports

To the owners of North Star Systems ApS

Report on the financial statements

We have audited the financial statements of North Star Systems ApS 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.

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.

Independent auditor's reports

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.

Aarhus, 26.05.2016

Deloitte

Statsautoriseret Revisionspartnerselskab


Klaus Tvede-Jensen
State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

Primary activities

The Company's primary activities consist in making investments, providing consultancy services as well as renting out property.

Development in activities and finances

Profit for the year of DKK 344k is considered unsatisfactory.

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.

The accounting policies applied for 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.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, other operating income, cost of sales and consumables and external expenses.

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.

Cost of sales

Cost of sales comprises costs of sales for the financial year measured at cost.

Accounting policies

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.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to property, plant and equipment comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

Other financial income

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net exchange losses on payables as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Balance sheet

Receivables

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

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises bank deposits.

Other financial liabilities

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

Income statement for 2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Gross loss		(240.448)	(85.564)
Depreciation, amortisation and impairment losses	1	<u>0</u>	<u>140.178</u>
Operating profit/loss		(240.448)	54.614
Other financial income	2	28.856	29.681
Other financial expenses	3	<u>(132.482)</u>	<u>(53.882)</u>
Profit/loss for the year		<u>(344.074)</u>	<u>30.413</u>
Proposed distribution of profit/loss			
Retained earnings		<u>(344.074)</u>	<u>30.413</u>
		<u>(344.074)</u>	<u>30.413</u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Receivables from associates		1.522.331	0
Fixed asset investments		1.522.331	0
Fixed assets		1.522.331	0
Trade receivables		0	1.045
Receivables from group enterprises		1.460.750	1.554.480
Receivables from associates		0	1.428.296
Other short-term receivables		41.779	2.460
Prepayments		1.381	303
Receivables		1.503.910	2.986.584
Cash		34	34
Current assets		1.503.944	2.986.618
Assets		3.026.275	2.986.618

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Contributed capital		125.000	125.000
Retained earnings		652.536	996.610
Equity		<u>777.536</u>	<u>1.121.610</u>
Bank loans		1.607.776	1.577.883
Trade payables		474.852	209.595
Debt to group enterprises		144.111	54.709
Other payables		22.000	22.821
Current liabilities other than provisions		<u>2.248.739</u>	<u>1.865.008</u>
Liabilities other than provisions		<u>2.248.739</u>	<u>1.865.008</u>
Equity and liabilities		<u><u>3.026.275</u></u>	<u><u>2.986.618</u></u>

Contingent liabilities

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Statement of changes in equity for 2015

	Contributed capital DKK	Retained ear- nings DKK	Total DKK
Equity beginning of year	125.000	996.610	1.121.610
Profit/loss for the year	0	(344.074)	(344.074)
Equity end of year	125.000	652.536	777.536

Notes

	<u>2015</u> <u>DKK</u>	<u>2014</u> <u>DKK</u>
1. Depreciation, amortisation and impairment losses		
Depreciation of property, plant and equipment	0	4.822
Profit/loss from sale of intangible assets and property, plant and equipment	<u>0</u>	<u>(145.000)</u>
	<u>0</u>	<u>(140.178)</u>
	<u>2015</u> <u>DKK</u>	<u>2014</u> <u>DKK</u>
2. Other financial income		
Financial income arising from group enterprises	28.856	29.680
Interest income	<u>0</u>	<u>1</u>
	<u>28.856</u>	<u>29.681</u>
	<u>2015</u> <u>DKK</u>	<u>2014</u> <u>DKK</u>
3. Other financial expenses		
Interest expenses	115.625	37.849
Financial expenses from associates	<u>16.857</u>	<u>16.033</u>
	<u>132.482</u>	<u>53.882</u>

4. Contingent liabilities

Bank debt is secured by a mortgage registered to the mortgagor of DKK 2,037k.

The Company participates in a Danish joint taxation arrangement in which North Star Holding ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from 1 July 2012 for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.