

RAGT Nordics ApS
Central Business Registration No
29635196
Grønnevang 3
4340 Tølløse

Annual report 2015/16

The Annual General Meeting adopted the annual report on 09.09.2016

Chairman of the General Meeting

Name: Claude Grand

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Entity details

Entity

RAGT Nordics ApS

Grønnevang 3

4340 Tølløse

Central Business Registration No: 29635196

Registered in: Holbæk

Financial year: 01.07.2015 - 30.06.2016

Executive Board

Claude Grand, Chief Executive Officer

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

Postboks 1600

0900 København C

Statement by Management on the annual report

The Executive Board has today considered and approved the annual report of RAGT Nordics ApS for the financial year 01.07.2015 - 30.06.2016.

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 30.06.2016 and of the results of its operations for the financial year 01.07.2015 - 30.06.2016.

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.

Tølløse, 09.09.2016

Executive Board

Claude Grand
Chief Executive Officer

Independent auditor's reports

To the owners of RAGT Nordics ApS

Report on extended review of the financial statements

We have performed an extended review of the financial statements of RAGT Nordics ApS for the financial year 01.07.2015 - 30.06.2016. The financial statements, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes, 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. We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors.

This requires that we comply with the Danish Public Accountants Act and the ethical rules of FSR – Danish Auditors and plan and perform procedures to obtain limited assurance about our opinion on the financial statements and that we perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our opinion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical procedures and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

The extended review has not resulted in any qualification.

Opinion

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 30.06.2016 and of the results of its operations for the financial year 01.07.2015 - 30.06.2016 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 extended review 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, 09.09.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Flemming Larsen
State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

Primary activities

The Company's activity consists in procurement of refined cereals.

Development in activities and finances

Profit for the year amounts to DKK 579,220 and meets the expectations.

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.

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 external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Accounting policies

Cost of sales

Cost of sales comprises costs of sales for the financial year measured at cost, adjusted for ordinary inventory write-downs.

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.

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

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 transactions in foreign currencies 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 transactions in foreign currencies 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

Goodwill

Goodwill is measured at cost less accumulated amortisation and impairment losses. The amortisation period for goodwill is seven years.

Receivables

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

Accounting policies

Income tax payable or receivable

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.

Cash

Cash comprises cash in hand and bank deposits.

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

Other financial liabilities

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

Income statement for 2015/16

	<u>Notes</u>	<u>2015/16 DKK</u>	<u>2014/15 DKK'000</u>
Gross profit		1.174.359	177
Staff costs	1	<u>(584.868)</u>	<u>(556)</u>
Operating profit/loss		589.491	(379)
Other financial income	2	5.854	12
Other financial expenses	3	<u>(16.125)</u>	<u>(17)</u>
Profit/loss from ordinary activities before tax		579.220	(384)
Tax on profit/loss from ordinary activities		<u>0</u>	<u>0</u>
Profit/loss for the year		<u>579.220</u>	<u>(384)</u>
Proposed distribution of profit/loss			
Retained earnings		<u>579.220</u>	<u>(384)</u>
		<u>579.220</u>	<u>(384)</u>

Balance sheet at 30.06.2016

	<u>Notes</u>	<u>2015/16 DKK</u>	<u>2014/15 DKK'000</u>
Goodwill		<u>0</u>	<u>0</u>
Intangible assets	4	<u>0</u>	<u>0</u>
 Fixed assets		 <u>0</u>	 <u>0</u>
 Trade receivables		839.788	508
Receivables from group enterprises		2.698.897	1.030
Other short-term receivables		877.706	710
Income tax receivable		<u>71.795</u>	<u>89</u>
Receivables		<u>4.488.186</u>	<u>2.337</u>
 Cash		 <u>693.834</u>	 <u>535</u>
 Current assets		 <u>5.182.020</u>	 <u>2.872</u>
 Assets		 <u>5.182.020</u>	 <u>2.872</u>

Balance sheet at 30.06.2016

	<u>Notes</u>	<u>2015/16 DKK</u>	<u>2014/15 DKK'000</u>
Contributed capital		125.000	125
Share premium		2.250.113	2.250
Retained earnings		(36.983)	(616)
Equity		<u>2.338.130</u>	<u>1.759</u>
Trade payables		101.132	836
Debt to group enterprises		105.848	40
Other payables	5	<u>2.636.910</u>	<u>237</u>
Current liabilities other than provisions		<u>2.843.890</u>	<u>1.113</u>
Liabilities other than provisions		<u>2.843.890</u>	<u>1.113</u>
Equity and liabilities		<u><u>5.182.020</u></u>	<u><u>2.872</u></u>
Unrecognised rental and lease commitments	6		
Consolidation	7		

Statement of changes in equity for 2015/16

	Contributed capital DKK	Share pre- mium DKK	Retained earnings DKK	Total DKK
Equity beginning of year	125.000	2.250.113	(616.203)	1.758.910
Profit/loss for the year	0	0	579.220	579.220
Equity end of year	125.000	2.250.113	(36.983)	2.338.130

Notes

	2015/16 DKK	2014/15 DKK'000
1. Staff costs		
Wages and salaries	581.168	552
Other social security costs	3.700	4
	584.868	556
	2015/16 DKK	2014/15 DKK'000
2. Other financial income		
Financial income arising from group enterprises	5.854	4
Other financial income	0	8
	5.854	12
	2015/16 DKK	2014/15 DKK'000
3. Other financial expenses		
Financial expenses from group enterprises	0	1
Interest expenses	16.125	6
Other financial expenses	0	10
	16.125	17
		Goodwill DKK
4. Intangible assets		
Cost beginning of year		1.253.430
Cost end of year		1.253.430
Amortisation and impairment losses beginning of year		(1.253.430)
Amortisation and impairment losses end of year		(1.253.430)
Carrying amount end of year		0
	2015/16 DKK	2014/15 DKK'000
5. Other short-term payables		
Holiday pay obligation	93.913	95
Other costs payable	2.542.997	142
	2.636.910	237

Notes

	2015/16	2014/15
	<u>DKK</u>	<u>DKK'000</u>
6. Unrecognised rental and lease commitments		
Commitments under rental agreements or leases until expiry	<u>94.078</u>	<u>160.486</u>

7. Consolidation

Name and registered office of the Parent preparing consolidated financial statements for the largest group:

RAGT SEMENCES S.A.S., France