

Terminal 3 ApS

c/o Baggoe Schou, Fiolstræde 44, 3. th.
1171 Copenhagen

CVR no. 30 27 34 78

Annual report 2018

The annual report was presented and approved at the
Company's annual general meeting on

14 June 2019

Peter Eric Broström
chairman

Contents

Statement by the Board of Directors and the Executive Board	2
Independent auditor's report	3
Management's review	5
Company details	5
Financial statements 1 January – 31 December	6
Income statement	6
Balance sheet	7
Statement of changes in equity	9
Notes	10

Terminal 3 ApS
Annual report 2018
CVR no. 30 27 34 78

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Terminal 3 ApS for the financial year 1 January – 31 December 2018.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2018 and of the results of the Company's operations for the financial year 1 January – 31 December 2018.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the annual general meeting.

Copenhagen 14 June 2019
Executive Board:

Peter Eric Broström

Board of Directors:

Peter Eric Broström
Chairman

Hélène Henning

Roland Maria Döhn

Emil Jonatan Jansbo

Management confirms that the Company fulfills the requirements to be exempt of audit.

Independent auditor's report

To the shareholder of Terminal 3 ApS

Opinion

We have audited the financial statements of Terminal 3 ApS for the financial year 1 January – 31 December 2018 comprising income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2018 and of the results of the Company's operations for the financial year 1 January – 31 December 2018 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements in Denmark will always detect a material misstatement when it exists. Misstatements may arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also

- identify and assess the risks of material misstatement of the company financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

Independent auditor's report

- obtain an understanding of internal control relevant to the audit 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.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 14 June 2019

KPMG

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Morten Høgh-Petersen
State Authorised
Public Accountant
mne34283

Terminal 3 ApS
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Management's review

Company details

Terminal 3 ApS
c/o Baggøe Schou, Fiolstræde 44, 3. th.
1171 Copenhagen

CVR no.:	30 27 34 78
Established:	1 December 2014
Registered office:	Copenhagen
Financial year:	1 January – 31 December

Board of Directors

Peter Eric Broström, Chairman
Hélène Henning
Roland Maria Döhn
Emil Jonatan Jansbo

Executive Board

Peter Eric Broström

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Dampfærgevej 28
DK-2100 Copenhagen
Denmark

Financial statements 1 January – 31 December

Income statement

DKK'000	Note	2018	2017
Revenue		9.465	9.305
Other external costs		<u>-1.649</u>	<u>-1.634</u>
Gross profit		7.816	7.671
Depreciation of property, plant and equipment		<u>-902</u>	<u>-902</u>
Operating profit		6.914	6.769
Financial expenses	2	<u>-2.177</u>	<u>-2.166</u>
Profit before tax		4.737	4.603
Tax on profit for the year	3	<u>-1.042</u>	<u>-1.032</u>
Profit for the year		<u>3.695</u>	<u>3.571</u>
Proposed profit appropriation			
Proposed dividends for the year		5.254	5.032
Retained earnings		<u>-1.559</u>	<u>-1.461</u>
		<u>3.695</u>	<u>3.571</u>

Financial statements 1 January – 31 December

Balance sheet

DKK'000	Note	<u>31/12 2018</u>	<u>31/12 2017</u>
ASSETS			
Fixed assets			
Property, plant and equipment	4		
Land and buildings		<u>84.784</u>	<u>85.686</u>
Total fixed assets		<u>84.784</u>	<u>85.686</u>
Current assets			
Receivables			
Receivables from group entities		3.000	0
Prepayments		<u>54</u>	<u>53</u>
		<u>3.054</u>	<u>53</u>
Cash at bank and in hand		<u>5.055</u>	<u>7.563</u>
Total current assets		<u>8.109</u>	<u>7.616</u>
TOTAL ASSETS		<u><u>92.893</u></u>	<u><u>93.302</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK'000	Note	31/12 2018	31/12 2017
EQUITY AND LIABILITIES			
Equity			
Contributed capital		125	125
Retained earnings		7.327	8.886
Proposed dividends for the financial year		<u>5.254</u>	<u>5.032</u>
Total equity		<u>12.706</u>	<u>14.043</u>
Provisions			
Provisions for deferred tax		<u>6.111</u>	<u>5.557</u>
Total provisions		<u>6.111</u>	<u>5.557</u>
Liabilities other than provisions			
Non-current liabilities other than provisions			
	5		
Debt to credit institutions		52.149	51.868
Payables to shareholder		11.290	11.285
Deposits		<u>8.995</u>	<u>8.819</u>
		<u>72.434</u>	<u>71.972</u>
Current liabilities other than provisions			
Current portion of non-current liabilities		116	263
Payables to shareholder		41	41
Corporation tax		488	458
Other payables		<u>997</u>	<u>968</u>
		<u>1.642</u>	<u>1.730</u>
Total liabilities other than provisions		<u>74.076</u>	<u>73.702</u>
TOTAL EQUITY AND LIABILITIES		<u>92.893</u>	<u>93.302</u>
Contingent liabilities			
	6		
Mortgages and collateral	7		
Related party disclosures	8		

Financial statements 1 January – 31 December

Statement of changes in equity

DKK'000	Contributed capital	Retained earnings	Proposed dividends for the financial year	Total
Equity at 1 January 2018	125	8.886	5.032	14.043
Ordinary dividends paid	0	0	-5.032	-5.032
Transferred over the profit appropriation	0	-1.559	5.254	3.695
Equity at 31 December 2018	125	7.327	5.254	12.706

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Terminal 3 ApS for 2018 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Income statement

Revenue

Revenue comprises rental income from the lease of property and from recharged costs. Revenue is recognised in the income statement for the period relating to the financial year.

Other external costs

Other external costs comprise costs related to the lease of property.

Depreciation

Depreciation of property, plant and equipment.

Financial income and expenses

Other financial income and expenses comprise interest income and expense and realised and unrealised capital gains and losses on financial assets and liabilities.

Tax on profit for the year

The Company is subject to the Danish rules on compulsory joint taxation of the Group's Danish subsidiaries. The subsidiaries are included in the joint taxation from the date when they are included in the consolidated financial statements and up to the date when they are excluded from the consolidation.

On payment of joint taxation contributions, current Danish corporation tax is allocated between the jointly taxed entities in proportion to their taxable income. Entities with tax losses receive joint taxation contributions from entities that have used the losses to reduce their own taxable profit.

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Balance sheet

Property, plant and equipment

Land and buildings, plant and machinery and fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date on which the asset is available for use. Indirect production overheads and borrowing costs are not recognised in cost.

The basis of depreciation is cost less any projected residual value after the end of the useful life. Depreciation is provided on a straight-line basis over the estimated useful life. The estimated useful lives are as follows:

Buildings	100 years
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The useful life and residual value are reassessed annually. Changes are treated as accounting estimates, and the effect on depreciation is recognised prospectively.

Land is not depreciated.

Prepayments

Prepayments comprise prepayment of costs incurred relating to subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash.

Equity

Dividends

The expected dividends payment for the year is disclosed as a separate item under equity.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities based on the planned use of the asset or settlement of the liability..

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement or equity, respectively.

Liabilities other than provisions

Financial liabilities are recognised at cost at the date of borrowing, corresponding to the proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost using the effective interest method. Accordingly, the difference between cost and the nominal value is recognised in the income statement over the term of the loan together with interest expenses.

Other liabilities are measured at net realisable value.

Principal activities

The Company's principal activities include the lease up of the property at Nordager 28, 6000 Kolding, Denmark.

Financial statements 1 January – 31 December

Notes

2 Financial expenses

DKK'000	2018	2017
Interest expense to group entities	492	492
Other financial costs	1.685	1.674
	<u>2.177</u>	<u>2.166</u>

3 Tax on profit for the year

DKK'000	2018	2017
Current tax for the year	488	458
Change in deferred tax	554	555
Adjustment of deferred tax concerning previous year	0	19
	<u>1.042</u>	<u>1.032</u>

4 Property, plant and equipment

DKK'000	Land and buildings
Cost at 1 January 2018	99.350
Cost at 31 December 2018	99.350
Depreciation at 1 January 2017	-13.664
Depreciation for the year	-902
Depreciation at 31 December 2017	-14.566
Carrying amount at 31 December 2018	<u>84.784</u>

5 Liabilities other than provisions

DKK'000	Total debt at 31/12 2018	Repayment, first year	Outstanding debt after five years
Debt to credit institutions	52.265	116	52.149
Payables to shareholder	11.290	0	11.290
Deposits	8.995	0	8.995
	<u>72.550</u>	<u>116</u>	<u>72.434</u>

6 Contingent liabilities

NLP Holding 2014 ApS being the administration Company. The Company is subject to the Danish scheme of joint taxation and unlimited jointly and severally liable with the other jointly taxed companies for the total corporation tax.

Financial statements 1 January – 31 December

Notes

7 Mortgages and collateral

As collateral for debt to credit institutions has been granted on land and buildings representing a book value of DKK 84,784 thousands at 31 December 2018.

8 Related parties

NLP Danmark 1 ApS is included in the consolidated financial statements of Savills Investment Management KVG GmbH, org.nr. HRV 68783, Frankfurt de Main, Germany, where they can be obtained.