

# Paul Günther Rental A/S

Kilen 5, 6330 Padborg

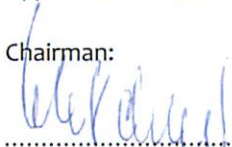
CVR no. 32 32 18 52



## Annual report 2015/16

Approved at the annual general meeting of shareholders on 15 December 2016

Chairman:



.....  
Karl-Heinz Schweer



Building a better  
working world



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## 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 Paul Günther Rental A/S for the financial year 1 October 2015 - 30 September 2016.

The annual report is 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 financial position at 30 September 2016 and of the results of the Company's operations for the financial year 1 October 2015 - 30 September 2016.

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.

Padborg, 15 December 2016  
Executive Board:



Mette B. Petersen

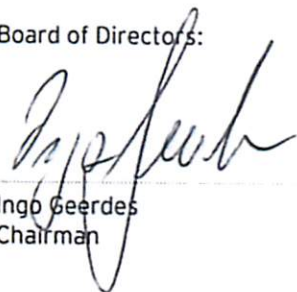


Florian Hass



Kim Raun

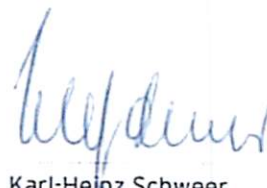
Board of Directors:



Ingo Geerdes  
Chairman



Aloysius Schnelte



Karl-Heinz Schweer

## Independent auditors' report

To the shareholder of Paul Günther Rental A/S

### Independent auditors' report on the financial statements

We have audited the financial statements of Paul Günther Rental A/S for the financial year 1 October 2015 - 30 September 2016, which comprise an income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. 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 that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' 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 regulations. 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 auditors' 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 Company'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 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 30 September 2016 and of the results of its operations for the financial year 1 October 2015 - 30 September 2016 in accordance with the Danish Financial Statements Act.

### 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.

Aabenraa, 15 December 2016  
ERNST & YOUNG  
Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28

  
Jon Midtgaard  
State Authorised Public Accountant



## Management's review

### Company details

|                            |  |
|----------------------------|--|
| Name                       | Paul Günther Rental A/S  |
| Address, Postal code, City | Kilen 5, 6330 Padborg  |
| CVR no.                    | 32 32 18 52  |
| Established                | 4 February 2011  |
| Registered office          | Aabenraa   |
| Financial year             | 1 October 2015 - 30 September 2016   |
| Board of Directors         | Ingo Geerdes, Chairman<br>Aloysius Schnelte<br>Karl-Heinz Schweer                      |
| Executive Board            | Mette B. Petersen<br>Florian Hass<br>Kim Raun  |
| Auditors                   | Ernst & Young Godkendt Revisionspartnerselskab<br>Skibbroen 16, 6200 Aabenraa, Denmark |

## **Management's review**

### **Management commentary**

#### **Business review**

The company is primarily engaged in rental of rolling stock and holding investments in commercial enterprises.

#### **Recognition and measurement uncertainties**

The calculation of the carrying amount of certain assets and liabilities is subject to assessments, estimates and assumptions of future events. The most significant uncertainties as to the financial reporting are stated in note 2, to which we refer.

#### **Financial review**

In 2015/16, the Company's revenue came in at DKK 38,130,370 against DKK 43,912,486 last year. The income statement for 2015/16 shows a loss of DKK 4,879,467 against a DKK 6,279,883 last year, and the balance sheet at 30 September 2016 shows equity of DKK 24,920,418.

#### **Events after the balance sheet date**

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

#### **Outlook**

Management is of the opinion that the company will report a profit for the 2016/17 financial year.

## Financial statements for the period 1 October 2015 - 30 September 2016

### Income statement

| Note | DKK   | <u>2015/16</u>           | <u>2014/15</u>           |
|------|---|--------------------------|--------------------------|
|      | Revenue   | 38,130,370               | 43,912,486               |
|      | Cost of sales   | -1,254,040               | -6,841,601               |
|      | Other operating income  | 1,886,859                | 1,850,519                |
|      | External expenses   | -3,228,466               | -1,868,834               |
|      | <b>Gross margin</b>   | <u>35,534,723</u>        | <u>37,052,570</u>        |
|      | Depreciation of property, plant and equipment                 | -28,524,357              | -26,835,504              |
|      | <b>Profit before net financials</b>                           | <u>7,010,366</u>         | <u>10,217,066</u>        |
|      | Income from investments in group entities                     | -8,305,474               | -10,967,176              |
| 3    | Financial income  | 954,878                  | 1,495,927                |
| 4    | Financial expenses  | -3,572,919               | -5,843,752               |
|      | <b>Profit/loss before tax</b>                                 | <u>-3,913,149</u>        | <u>-5,097,935</u>        |
| 5    | Tax for the year  | -966,318                 | -1,181,948               |
|      | <b>Profit/loss for the year</b>                               | <u><u>-4,879,467</u></u> | <u><u>-6,279,883</u></u> |
|      | <br><b>Proposed profit appropriation/distribution of loss</b> |                          |                          |
|      | Retained earnings/accumulated loss                            | <u>-4,879,467</u>        | <u>-6,279,883</u>        |
|      |   | <u><u>-4,879,467</u></u> | <u><u>-6,279,883</u></u> |

## Financial statements for the period 1 October 2015 - 30 September 2016

### Balance sheet

| Note | DKK  | <u>2015/16</u>            | <u>2014/15</u>            |
|------|--|---------------------------|---------------------------|
|      | <b>ASSETS</b>                                    |                           |                           |
|      | <b>Non-current assets</b>                        |                           |                           |
| 6    | Property, plant and equipment                    |                           |                           |
|      | Other fixtures and fittings, tools and equipment | 146,375,991               | 181,401,898               |
|      |  | <u>146,375,991</u>        | <u>181,401,898</u>        |
| 7    | Investments                                      |                           |                           |
|      | Investments in group entities, net asset value   | 728,143                   | 788,349                   |
|      |  | <u>728,143</u>            | <u>788,349</u>            |
|      | <b>Total non-current assets</b>                  | <u>147,104,134</u>        | <u>182,190,247</u>        |
|      | <b>Current assets</b>                            |                           |                           |
|      | <b>Receivables</b>                               |                           |                           |
|      | Trade receivables                                | 1,165,802                 | 11,163,854                |
|      | Receivables from group entities                  | 7,260,328                 | 10,127,045                |
|      | Other receivables                                | 209,269                   | 3,684,289                 |
|      |  | <u>8,635,399</u>          | <u>24,975,188</u>         |
|      | <b>Cash at bank and in hand</b>                  | <u>2,995,859</u>          | <u>315,687</u>            |
|      | <b>Total current assets</b>                      | <u>11,631,258</u>         | <u>25,290,875</u>         |
|      | <b>TOTAL ASSETS</b>                              | <u><u>158,735,392</u></u> | <u><u>207,481,122</u></u> |



## Financial statements for the period 1 October 2015 - 30 September 2016

### Balance sheet

| Note | DKK  | 2015/16            | 2014/15            |
|------|--|--------------------|--------------------|
|      | <b>EQUITY AND LIABILITIES</b>                        |                    |                    |
|      | <b>Equity</b>  |                    |                    |
| 8    | Share capital  | 37,207,230         | 37,207,230         |
|      | Retained earnings                                    | -12,286,812        | -7,467,450         |
|      | <b>Total equity</b>                                  | <u>24,920,418</u>  | <u>29,739,780</u>  |
|      | <b>Provisions</b>                                    |                    |                    |
|      | Deferred tax   | 3,898,892          | 2,932,574          |
| 7    | Provision, investments in group entities             | 402,083            | 7,589,225          |
|      | <b>Total provisions</b>                              | <u>4,300,975</u>   | <u>10,521,799</u>  |
|      | <b>Liabilities other than provisions</b>             |                    |                    |
| 9    | <b>Non-current liabilities other than provisions</b> |                    |                    |
|      | Lease liabilities                                    | 53,914,161         | 84,016,423         |
|      | Payables to group entities                           | 31,381,246         | 40,270,417         |
|      |  | <u>85,295,407</u>  | <u>124,286,840</u> |
|      | <b>Current liabilities other than provisions</b>     |                    |                    |
| 9    | <b>Current portion of long-term liabilities</b>      | 34,118,831         | 36,382,768         |
|      | Bank debt  | 3                  | 394                |
|      | Trade payables                                       | 2,302              | 107,006            |
|      | Payables to group entities                           | 9,768,688          | 6,037,728          |
|      | Other payables                                       | 105,229            | 99,000             |
|      | Deferred income                                      | 223,539            | 305,807            |
|      |  | <u>44,218,592</u>  | <u>42,932,703</u>  |
|      | <b>Total liabilities other than provisions</b>       | <u>129,513,999</u> | <u>167,219,543</u> |
|      | <b>TOTAL EQUITY AND LIABILITIES</b>                  | <u>158,735,392</u> | <u>207,481,122</u> |

- 1 Accounting policies
- 2 Recognition and measurement uncertainties
- 10 Contractual obligations and contingencies, etc.
- 11 Collateral
- 12 Related parties

## Financial statements for the period 1 October 2015 - 30 September 2016

## Statement of changes in equity

| DKK                                       | <u>Share capital</u> | <u>Retained earnings</u> | <u>Total</u>      |
|---|----------------------|--------------------------|-------------------|
| Equity at 1 October 2015                  | 37,207,230           | -7,467,450               | 29,739,780        |
| Profit/loss for the year                  | 0                    | -4,879,467               | -4,879,467        |
| Exchange adjustment, foreign subsidiaries | 0                    | 60,105                   | 60,105            |
| Equity at 30 September 2016               | <u>37,207,230</u>    | <u>-12,286,812</u>       | <u>24,920,418</u> |

## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

#### 1 Accounting policies

Paul Günther Rental A/S' annual report for 2015/16 has been prepared in accordance with the provisions which apply to reporting class B entities under the Danish Financial Statements Act.

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

#### Income statement

##### Revenue

Income from the sale of goods for resale and services, which comprise rental and operating lease payments and additional services, is recognised in the income statement provided that delivery and transfer of risk to the buyer has taken place and that the income can be reliably measured and is expected to be received.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

##### Other operating income

Other operating income comprise items of a secondary nature relative to the Company's core activities, including gains or losses on the sale of non-current assets.

##### Cost of sales

Cost of sales includes the cost of goods used in generating the year's revenue.

##### External expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

##### Depreciation

The item comprises depreciation of property, plant and equipment.

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight line basis over the expected useful life. The expected useful lives of the assets are as follows:

|  |            |
|--|------------|
| Plant and machinery                              | 7-10 years |
| Other fixtures and fittings, tools and equipment | 3-5 years  |

## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Income from investments in group entities

The item includes the Company's proportionate share of the profit/loss for the year in subsidiaries after elimination of intra-group income or losses and net of amortisation and impairment of goodwill and other excess values at the time of acquisition.

##### Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

##### Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

The Company and its Danish group entities are jointly taxed. The Danish income tax charge is allocated between profit making and loss making Danish entities in proportion to their taxable income.

Jointly taxed entities entitled to a tax refund are reimbursed by the management company based on the rates applicable to interest allowances, and jointly taxed entities which have paid too little tax pay a surcharge according to the rates applicable to interest surcharges to the management company.

##### Balance sheet

##### Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

##### Investments in subsidiaries

Investments in subsidiaries are measured, using the equity method, at the parent's proportionate share of such entities' equity plus goodwill on consolidation and intra-group losses and less intra-group gains and negative goodwill, if any. Investments in entities whose net asset value is negative are measured at DKK 0. The entity's proportionate share of a deficit on equity, if any, is set off against receivables from the investment in so far as the deficit is irrecoverable. Amounts in excess thereof are recognised under 'Provisions' in so far as the parent has a legal or constructive obligation to cover the deficit.

Newly acquired or formed entities are recognised in the financial statements from the date of acquisition or formation. Entities sold or otherwise disposed of are recognised up to the date of disposal.

Corporate acquisitions are accounted for using the purchase method according to which the acquired entity's identifiable assets and liabilities are measured at fair value at the date of acquisition. In connection with the acquisition, a provision is made for expenses related to adopted plans to restructure the acquired entity. The tax effect of revaluations made is taken into account.

## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Impairment of non-current assets

Every year, property, plant and equipment as well as investments in subsidiaries are reviewed for impairment. Where there is indication of impairment, an impairment test is made for each individual asset or group of assets, respectively, generating independent cash flows. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount. Where an impairment loss is recognised on a group of assets, a loss must first be allocated to goodwill and then to the other assets on a pro rata basis.

Impairment tests are conducted on assets or groups of assets when there is evidence of impairment. The carrying amount of impaired assets is reduced to the higher of the net selling price and the value in use (recoverable amount).

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Previously recognised impairment losses are reversed when the reason for recognition no longer exists. Impairment losses on goodwill are not reversed.

##### Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

##### Cash and cash equivalents

Cash and cash equivalents comprise cash and short term securities which are readily convertible into cash and subject only to minor risks of changes in value.

##### Equity

###### *Reserve for net revaluation according to the equity method*

The reserve comprises net revaluations of investments in subsidiaries compared to the cost price.

###### *Proposed dividends*

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

##### Lease liabilities

Leases for non-current assets that transfer substantially all the risks and rewards incident to ownership to the Company (finance leases) are initially recognised in the balance sheet at cost, corresponding to the lower of fair value and the net present value of future lease payments. In calculating the net present value of the future lease payments, the interest rate implicit in the lease or the incremental borrowing rate is used as the discount factor. Assets held under finance leases are subsequently depreciated as the Company's other non-current assets.

The capitalised residual lease obligation is recognised in the balance sheet as a liability, and the interest element of the lease payment is recognised in the income statement over the term of the lease.

All other leases are operating leases. Payments relating to operating leases and any other leases are recognised as other external expenses in the income statement over the term of the lease. The Company's total obligation relating to operating leases and other leases is disclosed in contingent liabilities, etc.

##### Deferred income

Deferred income recognised as a liability comprises payments received concerning income in subsequent financial reporting years.

## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

#### 2 Recognition and measurement uncertainties

The calculation of the carrying amount of certain assets and liabilities is subject to assessments, estimates and assumptions of future events. The estimates made and assumptions are based on past experiences and other parameters which Management considers reasonable in the circumstances, but which naturally are uncertain and unpredictable. The assumptions may be incomplete or inaccurate and unexpected events of circumstances may arise.

##### Measurement of property, plant and equipment:

In connection with the financial reporting, the Company assessed whether the carrying amount of property, plant and equipment, in particular rental equipment, is subject to indications of impairment other than the decrease in value reflected by depreciation. Management is of the opinion that the recoverable amount of rental equipment in general reflects or is above the carrying amount. However, such assessment is subject to estimates and thereby some uncertainty.

##### Receivables:

Management applies estimates upon the assessment of the recoverability of receivables at the balance sheet date. The risk of bad debt losses has been taken into account upon the assessment of write-downs on the balance sheet date and the day-to-day management of receivables. However, such assessment is subject to estimates and thereby some uncertainty.

| DKK                                 | <u>2015/16</u>   | <u>2014/15</u>   |
|-------------------------------------|------------------|------------------|
| <b>3 Financial income</b>           |                  |                  |
| Interest receivable, group entities | 768,883          | 1,252,186        |
| Exchange adjustments                | 154,142          | 0                |
| Other financial income              | <u>31,853</u>    | <u>243,741</u>   |
|                                     | <u>954,878</u>   | <u>1,495,927</u> |
| <b>4 Financial expenses</b>         |                  |                  |
| Interest expenses, group entities   | 1,294,612        | 1,398,421        |
| Exchange losses                     | 0                | 490,224          |
| Other financial expenses            | <u>2,278,307</u> | <u>3,955,107</u> |
|                                     | <u>3,572,919</u> | <u>5,843,752</u> |

## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

| DKK   | <u>2015/16</u> | <u>2014/15</u>  |
|---|----------------|---|
| 5 Tax for the year  |                |   |
| Deferred tax adjustments in the year  | 966,318        | 1,181,948   |
|   | <u>966,318</u> | <u>1,181,948</u>  |
| 6 Property, plant and equipment   |                |   |
|   |                | <u>Other fixtures<br/>and fittings,<br/>tools and<br/>equipment</u> |
| DKK   |                |   |
| Cost at 1 October 2015  |                | 254,596,093   |
| Additions in the year   |                | 8,236   |
| Disposals in the year   |                | -16,633,467   |
| Cost at 30 September 2016   |                | <u>237,970,862</u>  |
| Impairment losses and depreciation at 1 October 2015                                  |                | 73,194,195  |
| Depreciation in the year  |                | 28,524,356  |
| Reversal of depreciation and impairment of disposals                                  |                | -10,123,680   |
| Impairment losses and depreciation at 30 September 2016                               |                | <u>91,594,871</u>   |
| Carrying amount at 30 September 2016  |                | <u>146,375,991</u>  |
| Property, plant and equipment include finance leases with a carrying amount totalling |                | <u>107,430,695</u>  |



## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

#### 7 Investments

| DKK   | Investments in group entities, net asset value |
|---|--|
| Cost at 1 October 2015  | 6,401,532                                      |
| Additions in the year   | 31,295,460                                     |
| Disposals in the year   | -34,321,204                                    |
| Cost at 30 September 2016   | 3,375,788                                      |
| Value adjustments at 1 October 2015                                       | -5,613,183                                     |
| Exchange adjustment   | 60,104   |
| Share of the profit/loss for the year                                     | -8,305,474                                     |
| Reversal of impairment losses on assets disposed                          | 34,321,205                                     |
| Investments with a negative net asset value written down over receivables | -15,923,155                                    |
| Investments with a negative net asset value transferred to provisions     | -7,187,142                                     |
| Value adjustments at 30 September 2016                                    | -2,647,645                                     |
| <b>Carrying amount at 30 September 2016</b>                               | <b>728,143</b>                                 |

| DKK                   | Legal form | Domicile            | Interest | Equity      | Profit/loss |
|-----------------------|------------|---------------------|----------|-------------|-------------|
| <b>Subsidiaries</b>   |            |                     |          |             |             |
| Paul Günther Rental   | GmbH       | Hamburg, Germany    | 100.00 % | 0           | -3,667,116  |
| Paul Günther Polska   | Sp.z.o.o.  | Warschau, Poland    | 100.00 % | -2,849,214  | -496,437    |
| Paul Günther Sverige  | AB         | Helsingborg, Sweden | 100.00 % | 571,322     | -7,342      |
| Paul Günther          | UAB        | Vilnius, Lithuania  | 100.00 % | -538,907    | -186,666    |
| KRONE FLEET France    | SARL       | Paris, France       | 100.00 % | -2,133,681  | 422,678     |
| KRONE FLEET Nederland | B. V.      | Rotterdam, Holland  | 100.00 % | -19,779,534 | -3,867,473  |
| KRONE FLEET België    | bvba       | Antwerpen, Belgium  | 100.00 % | -1,647,624  | -463,913    |

| DKK   | 2015/16           | 2014/15           |
|---|-------------------|-------------------|
| <b>8 Share capital</b>                          |                   |                   |
| Analysis of the share capital:                  |                   |                   |
| 5,000 shares of DKK 7,441.45 nominal value each | 37,207,230        | 37,207,230        |
|   | <u>37,207,230</u> | <u>37,207,230</u> |

No shares carry special rights.

The share capital has not been subject to any changes since the formation.

## Financial statements for the period 1 October 2015 - 30 September 2016

### Notes to the financial statements

#### 9 Long-term liabilities

| DKK                        | Total debt at<br>30/9 2016 | Repayment,<br>next year | Long-term<br>portion | Outstanding debt<br>after 5 years |
|----------------------------|----------------------------|-------------------------|----------------------|-----------------------------------|
| Lease liabilities          | 79,550,620                 | 25,636,459              | 53,914,161           | 0                                 |
| Payables to group entities | 39,863,618                 | 8,482,372               | 31,381,246           | 0                                 |
|                            | <u>119,414,238</u>         | <u>34,118,831</u>       | <u>85,295,407</u>    | <u>0</u>                          |

Lease obligations include lease from group enterprises with DKK 60,626,654 (2014/15: DKK 78,991,898).

#### 10 Contractual obligations and contingencies, etc.

##### Other contingent liabilities

Paul Günther Rental A/S is a party to a few pending lawsuits or claims. In Management's opinion, apart from the receivables and payables recognised in the balance sheet at 30 September 2016, the outcome of these lawsuits or claims will not further affect the Company's financial position.

The Company is jointly taxed with its parent, KRONE FLEET Danmark A/S, which acts as management company, and is jointly and severally with other jointly taxed group entities for payment of income taxes as well as withholding taxes on interest, royalties and dividends.

#### 11 Collateral

Lessor has the usual title to rental equipment with a carrying amount of DKK 107,431 thousand which has been provided as collateral for lease obligations.

#### 12 Related parties

Paul Günther Rental A/S' related parties comprise the following:

##### Ownership

The following shareholders are registered in the Company's register of shareholders as holding minimum 5% of the votes or minimum 5% of the share capital:

| Name                    | Domicile                  |
|-------------------------|---------------------------|
| KRONE FLEET Danmark A/S | Kilen 5, Padborg, Denmark |