



HWF Denmark ApS

Kystvejen 14, 1. th.

2770 Kastrup

CVR No. 32478107

Annual Report 2017

8. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 26 April 2018

Nicolaj Mariegaard
Chairman

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Management's Statement

Today, Management has considered and adopted the Annual Report of HWF Denmark ApS for the financial year 1 January 2017 - 31 December 2017.

The Annual Report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position of the Company at 31 December 2017 and of the results of the Company's operations for the financial year 1 January 2017 - 31 December 2017.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

København, 20 April 2018

Executive Board

Nicolaj Mariegaard
Man. Director

Supervisory Board

Bertrand Schmoll
Chairman

Nicolaj Mariegaard
Man. Director

Jerome Martin

Independent Auditor's Report

To the shareholders of HWF Denmark ApS

Opinion

We have audited the financial statements of HWF Denmark ApS for the financial year 1 January 2017 - 31 December 2017, which comprise an income statement, balance sheet and notes. 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 financial position at 31 December 2017 and of the results of its operations for the financial year 1 January 2017 - 31 December 2017 in accordance with the Danish Financial Statements Act.

Basis of opinion

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

Statement on 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 opinion providing assurance regarding the Management's review.

Our responsibility in connection with our audit of the financial statements 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 with the knowledge we have gained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review meets the disclosure requirements in the Danish Financial Statements Act.

Based on our procedures, we are of the opinion that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements in the Danish Financial Statements Act. In our opinion, the Management's review is not materially misstated.

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 considers 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 either liquidate the Company or suspend operations, or has no realistic alternative but to do so.

The auditor's responsibility for the audit of the financial statements

Our responsibility is to obtain reasonable assurance as to whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is no guarantee that an audit conducted in accordance with

Independent Auditor's Report

ISAs and additional requirements applicable in Denmark will always detect material misstatements. Misstatements can arise from fraud or error and can be considered material if it would be reasonable to expect that these - either individually or collectively - could influence the economic decisions taken by the users of financial statements on the basis of these financial statements.

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

- * Identify and assess the risk of material misstatements in the 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 a material misstatement resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or override of internal control.
- * 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 whether the accounting policies used are appropriate and whether the accounting estimates and the related disclosures made by Management are reasonable.
- * Conclude on whether Management's use of the going concern basis of accounting in preparing the financial statements is appropriate and, based on the audit evidence obtained, conclude on whether a material uncertainty exists relating to events or conditions, which could 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 auditors' 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 auditors' report. However, future events or conditions may imply that the Company can no longer remain a going concern.
- * Evaluate the overall presentation, structure and contents of the financial statements, including note disclosures, and whether the financial statements reflect 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 which we identify during our audit.

Kgs. Lyngby, 20 April 2018

Revisionsfirmaet Aage & Povl Holm I/S

CVR-no. 14759840

Arne Jakobsen

State Authorised Public Accountant

mne7731

Company details

Company	HWF Denmark ApS Kystvejen 14, 1. th. 2770 Kastrup
Telephone	32502503
email	info@hwfdenmark.dk
Website	www.ecsgroup.aero
CVR No.	32478107
Date of formation	7 October 2009
Registered office	København
Financial year	1 January 2017 - 31 December 2017
Supervisory Board	Bertrand Schmoll, Chairman Nicolaj Mariegaard, Man. Director Jerome Martin
Executive Board	Nicolaj Mariegaard, Man. Director
Auditors	Revisionsfirmaet Aage & Povl Holm I/S Rustenborgvej 7a 2800 Kongens Lyngby CVR-no.: 14759840

Management's Review

The Company's principal activities

The Company's principal activities consist in airtransport of cargo.

Development in activities and financial matters

The Company's Income Statement of the financial year 1 January 2017 - 31 December 2017 shows a result of DKK 974.611 and the Balance Sheet at 31 December 2017 a balance sheet total of DKK 8.535.295 and an equity of DKK 1.894.379.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The Annual Report of HWF Denmark ApS for 2017 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

Reporting currency

The Annual Report is presented in Danish kroner.

General Information

Basis of recognition and measurement

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the Income Statement.

Assets are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will accrue 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

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

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Income Statement

Revenue

Income from the sale of goods is recognised in the Income Statement from the date of delivery and when the risk has passed to the buyer if it is possible to calculate the income reliably. The revenue is calculated exclusive of VAT, charges and discounts.

Other operating income and expenses

Other operating income and expenses comprise items of a secondary nature to the principal activity of the Company.

Other external expenses

Other external expenses comprise expenses regarding sale and administration.

Accounting Policies

Staff expenses

Amortisation and impairment of tangible and intangible assets

Amortisation and impairment of intangible and tangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

	Useful life	Residual value
Completed development projects	5 years	0%
Concessions, patents, licens, trademarks and other similar rights	10 years	0%
Goodwill	5 years	0%
Properties	20-50 years	0%
Plant and machinery	5-10 years	0%
Other fixtures and fittings, tools and equipment	3-10 years	0%
Leasehold improvements	5 years	0%

Land is not amortised.

Profit or loss resulting from the sale of intangible or tangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement with the amounts that concern the financial year. Financial income and expenses include interest income and expenses, realised and unrealised capital gains and losses regarding securities, debt and foreign currency transactions, dividends received from other equity investments, amortisation of financial assets and liabilities as well as surcharges and allowances under the tax repayment scheme.

Tax on net profit/loss for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance Sheet

Tangible assets

Tangible assets are measured at cost plus revaluations, if any, and less accumulated amortisation and impairment losses. Cost comprises the purchase price and costs directly attributable to the purchase until the date when the asset is available for use.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

Accounting Policies

Equity

Proposed dividend for the year is recognised as a separate item in equity.

Financial liabilities

Fixed-rate loans such as mortgage loans and loans from credit institutions are recognised initially at the proceeds received less transaction expenses incurred. In subsequent periods, loans are measured at amortised cost so that the difference between the proceeds and the nominal value is recognised in the Income Statement as an interest expense over the term of the loan.

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

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

Income Statement

	Note	2017 kr.	2016 kr.
Gross profit		5.911.807	5.792.274
Employee benefits expense	1	-4.508.012	-4.559.632
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets recognised in profit or loss		-97.471	-89.527
Profit from ordinary operating activities		1.306.324	1.143.115
Finance expences	2	-2.659	-6.175
Profit from ordinary activities before tax		1.303.665	1.136.940
Tax expense on ordinary activities	3	-329.054	-294.953
Profit		974.611	841.987
Proposed distribution of results			
Proposed dividend recognised in liabilities other than provisions		1.350.000	500.000
Retained earnings		-375.389	341.987
Distribution of profit		974.611	841.987

Balance Sheet as of 31 December

	Note	2017 kr.	2016 kr.
Assets			
Fixtures, fittings, tools and equipment		0	27.733
Property, plant and equipment		0	27.733
Deposits, investments		1.116.233	54.000
Investments		1.116.233	54.000
Fixed assets		1.116.233	81.733
Short-term trade receivables		6.411.510	10.514.475
Other short-term receivables		0	100
Receivables		6.411.510	10.514.575
Cash and cash equivalents		1.007.552	1.686.441
Current assets		7.419.062	12.201.016
Assets		8.535.295	12.282.749

Balance Sheet as of 31 December

	Note	2017 kr.	2016 kr.
Liabilities and equity			
Contributed capital	4	125.000	125.000
Share premium	5	8.750	8.750
Retained earnings	6	410.629	786.017
Proposed dividend recognised in equity	7	1.350.000	500.000
Equity		1.894.379	1.419.767
Debt to banks		0	328
Trade payables		1.081.881	3.332.470
Payables to group enterprises		1.644.168	1.872.350
Payables to associates		29.918	0
Tax payables		115.791	107.885
Other payables		1.092.505	2.856.649
Deferred income, liabilities		2.676.653	2.693.300
Short-term liabilities other than provisions		6.640.916	10.862.982
Liabilities other than provisions within the business		6.640.916	10.862.982
Liabilities and equity		8.535.295	12.282.749
Contingent liabilities	8		
Collaterals and assets pledged as security	9		

Notes

	2017	2016
1. Employee benefits expense		
Wages and salaries	3.772.409	3.762.758
Post-employment benefit expense	525.401	540.802
Social security contributions	49.519	61.857
Other employee expense	160.683	194.215
	<u>4.508.012</u>	<u>4.559.632</u>

Average number of employees

12

The company has had an average of 8 employees during the accounting period.

2. Finance expenses

Other finance expenses	2.659	6.175
	<u>2.659</u>	<u>6.175</u>

3. Tax expense

Skat af årets resultat	329.054	294.953
	<u>329.054</u>	<u>294.953</u>

4. Contributed capital

Balance at the beginning of the year	125.000	125.000
Balance at the end of the year	<u>125.000</u>	<u>125.000</u>

The share capital has remained unchanged for the last 5 years.

5. Share premium

Balance at the beginning of the year	8.750	8.750
Balance at the end of the year	<u>8.750</u>	<u>8.750</u>

6. Retained earnings

Balance at the beginning of the year	786.018	786.017
Additions during the year	-375.389	0
Balance at the end of the year	<u>410.629</u>	<u>786.017</u>

7. Proposed dividend for the financial year

Additions during the year	1.350.000	500.000
Balance at the end of the year	<u>1.350.000</u>	<u>500.000</u>

8. Contingent liabilities

No contingent liabilities exist at the balance sheet date.

9. Collaterals and securities

No securities or mortgages exist at the balance sheet date.