

Anpartsselskabet af 9. September 2010

Avderødvej 27 C
2980 Kokkedal
Central Business Registration
No 33151705

Annual report 01.10.2017 - 30.09.2018

The Annual General Meeting adopted the annual report on 12.03.2019

Chairman of the General Meeting

Name: Esben Bay Jørgensen

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Entity details

Entity

Anpartsselskabet af 9. September 2010
Avderødvej 27 C
2980 Kokkedal

Central Business Registration No (CVR): 33151705
Registered in: Fredensborg
Financial year: 01.10.2017 - 30.09.2018

Executive Board

Esben Bay Jørgensen
Jacob Østergaard Bergenholtz
Jesper Wadum Nielsen

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 Anpartsselskabet af 9. September 2010 for the financial year 01.10.2017 - 30.09.2018.

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 Entity's financial position at 30.09.2018 and of the results of its operations and cash flows for the financial year 01.10.2017 - 30.09.2018.

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

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

Kokkedal, 12.03.2019

Executive Board

Esben Bay Jørgensen

Jacob Østergaard Bergenholtz

Jesper Wadum Nielsen

Independent auditor's report

To the shareholders of Anpartsselskabet af 9. September 2010

Opinion

We have audited the consolidated financial statements and the parent financial statements of Anpartsselskabet af 9. September 2010 for the financial year 01.10.2017 - 30.09.2018, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as the Parent, and the consolidated cash flow statement .

The consolidated financial statements and the parent financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 30.09.2018, and of the results of their operations and the consolidated cash flows for the financial year 01.10.2017 - 30.09.2018 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 consolidated financial statements and the parent financial statements section of this auditor's report. We are independent of the Group in accordance with the International Ethics Standards Board of 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 requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the consolidated financial statements and the parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent 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 consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the consolidated financial statements and the parent financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements and the parent 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 applicable in Denmark will always detect a material misstatement when it exists. Misstatements

Independent auditor's report

can 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 taken on the basis of these consolidated financial statements and parent 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 consolidated financial statements and the parent 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.
- 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 Group's and the Entity'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 consolidated financial statements and the parent 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 Group's and the Entity'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 consolidated financial statements and the parent 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 Group and the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements and the parent financial statements, including the disclosures in the notes, and whether the consolidated financial statements and the parent financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Independent auditor's report

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the consolidated financial statements and the parent financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements and the parent financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the consolidated financial statements and the parent financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with the consolidated financial statements and the parent 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 commentary.

Aarhus, 12.03.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556

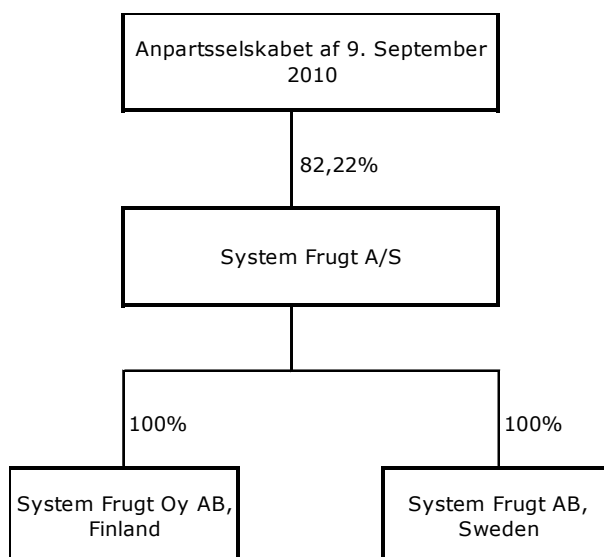
Jacob Nørmark
State Authorised Public Accountant
Identification No (MNE) mne30176

Management commentary

	2017/18 DKK'000	2016/17 DKK'000	2015/16 DKK'000	2014/15 DKK'000	2013/14 DKK'000
Financial highlights					
Key figures					
Revenue	502.293	511.249	638.840	650.916	653.488
Gross profit/loss	58.601	73.514	83.051	115.499	119.146
Operating profit/loss	(23.762)	(26.087)	(17.332)	15.423	10.445
Net financials	(15.301)	(10.992)	(9.963)	(9.059)	(8.924)
Profit/loss for the year	(50.462)	(36.628)	(23.920)	3.530	148
Total assets	282.421	288.384	324.921	391.579	384.863
Investments in property, plant and equipment	15.746	5.614	16.446	19.918	13.582
Equity incl minority interests	(14.782)	30.162	65.312	87.375	75.200
Average numbers of employees	145	204	232	247	247
Ratios					
Gross margin (%)	11,7	14,4	13,0	17,7	18,2
Net margin (%)	(10,0)	(7,2)	(3,7)	0,5	0,0
Return on equity (%)	(656,2)	(76,7)	(31,3)	4,3	0,2
Equity ratio (%)	(5,2)	10,5	20,1	22,3	19,5
Revenue per employee	3.464,1	2.506,1	2.753,6	2.635,3	2.645,7

During the financial year 2016/17, the Group has sold Crispo Denmark ApS, which has led to the termination of activity. Crispo Denmark ApS is therefore included in the consolidated and parent financial statements of 2016/17 as a discontinued activity. No comparison has been made with comparative figures, so the figures for the last year are not directly comparable with previous year.

Group structure



Management commentary

Financial highlights are defined and calculated in accordance with current "Recommendations & Ratios" issued by the Danish Society of Financial Analysts.

Ratios	Calculation formula	Calculation formula reflects
Gross margin (%)	$\frac{\text{Gross profit/loss} \times 100}{\text{Revenue}}$	The entity's operating gearing.
Net margin (%)	$\frac{\text{Profit/loss for the year} \times 100}{\text{Revenue}}$	The entity's operating profitability.
Return on equity (%)	$\frac{\text{Profit/loss for the year} \times 100}{\text{Average equity incl minority interests}}$	The entity's return on capital invested in the entity by the owners.
Equity ratio (%)	$\frac{\text{Equity incl minority interests} \times 100}{\text{Total assets}}$	The financial strength of the entity.
Revenue per employee	$\frac{\text{Revenue}}{\text{Average number of employees}}$	The entity's productivity

Management commentary

Primary activities

Anpartsselskabet af 9. September 2010 is the parent of a number of companies in the System Frugt Group, and its primary activity is to be a holding company and to provide the financing of the Group.

The Group's primary activities comprise:

- Develop, source, pack and supply the Nordic and Dutch market with naturally healthy consumer products based on dried fruits, nuts, seeds, pulses, natural snacks and fresh specialties.
- Our products are marketed under the brand "Earth Control" and our customers own labels.

At 30 September 2018, the Group consists of the following companies:

- Anpartsselskabet af 9. September 2010, Denmark
- System Frugt A/S, Denmark
- System Frugt AB, Sweden
- System Frugt Oy AB, Finland

Development in activities and finances

Focus on developing the Earth Control brand has continued in the past year. The brand gets a stronger and stronger foothold in the retail markets in the Nordic countries. This focus on creating the first choice among consumers in natural dried products is the main driver behind the Earth Control brand. Fresh Fruit has stabilised, however at a significantly lower level – but also here focus is on developing the core products and growing on a profitable base.

In order to strengthen and speed up the implementation of the strategy for System Frugt, the Management has decided to focus on a broader distribution of existing products and solutions in stead of a continued development and expansion of the product portfolio. This decision has led to an adjustment of the portfolio and the organization, including a decision to close down the product development and project departments in System Frugt. The financial impacts of these decisions are treated as discontinued operations in the Financial Statements.

Discontinued operations include all financial items relating to the restructure – turnover, profit and development costs related to products launched in the financial year with the purpose of being tested in the market. It also includes costs related to the employees in departments that are being closed down. Finally, write-down of stocks, packaging and marketing materials related to the concerned products are treated as discontinued operations.

The financial impact of discontinued operations is a loss of DKK 11,582k.

A combination of lower earnings and restructuring are the main reason for the operating profit of DKK -23,762k (2016/17: DKK -26,087k).

Loss after tax for the year amounts to DKK -38,880k (2016/17 DKK -37,968k). Losses from discontinued operations amount to DKK 11,582k (2016/17: profit of DKK 1,340k), which brings the total loss for the year to DKK 50,462k (2016/17: DKK 36,628k).

Management commentary

Investments

In the financial year, investments amounted to DKK 15,746k (2016/17: DKK 5,614k). The main investment was a new packaging machine. Other investments are primarily production equipment, IT infrastructure and software.

Financial resources

The equity ratio is (5,2)% (2016/17: 10.05%), equivalent to equity at 30 September 2018 of DKK (14,782)k (2016/17: DKK 30,162K).

Outlook

Revenue is expected to stabilize on a slightly lower level, mainly due to Fresh Fruit. Gross margins are expected to improve compared to last year leading to better profitability. Fixed costs are expected to stabilize. As a whole, financial performance is expected to significantly improve compared to current year reflecting the new structure and focus of the business leaving a positive EBITA at the level of DKK 5 millions.

Particular risks

Price risks:

The Group's most significant operating risk relates to the development in raw material prices and the possibility of passing on increases to sales prices. The Company has well-developed policies and procedures to reduce these price risks.

Exchange rate risks:

A considerable part of the Company's purchase is made in USD, which results in a risk of exchange rate fluctuations and a derived impact on financial performance, equity and cash flows. It is the Company's policy to hedge these commercial foreign exchange risks mainly by using forward exchange contracts or options.

Capital structure

Anpartsselskabet 9. September 2010's share capital is divided into share classes.

Management assesses on a regular basis whether the Company and the Group have an adequate capital structure, and Management assesses on a continuing basis whether the Company's capital structure is consistent with the Company's and its stakeholders' interests. The general objective is to ensure a capital structure that supports long-term and profitable growth.

At 30 September 2018, the Group's net interest-bearing debt amounts to DKK 140,448k (at 30 September 2016: DKK 149,691k), which is considered a reasonable level compared to the actual need for financial flexibility. Hereof DKK 97,132k is in the form of a subordinated shareholder loan.

It is Management's assessment that the present capital structure provides the necessary flexibility to meet the Company's future strategy.

Intellectual capital resources

System Frugt is BRC-certified and has implemented a well-functioning quality control system, which is developed on a regular basis. Moreover, the Company has built considerable knowledge about the individual products and their sourcing.

Management commentary

Staff

System Frugt A/S constantly invests in development and marketing of new products and to optimize methods and processes. This also requires a constant development of employees in order to ensure the right competences in the organization.

Corporate governance

The Board of Directors and the Executive Board of System Frugt A/S continuously aim at ensuring that the Group's management structure and control systems are appropriate and well-functioning.

The foundation for organizing Management's tasks includes the Danish Companies Act, the Danish Financial Statements Act, the Company's Articles of Association, policies approved by the Board of Directors as well as good practice for enterprises of the same size as System Frugt A/S.

As a company owned by a private equity fund, the group must also follow the DVCA recommendations and guidelines for responsible ownership and corporate governance. It is Management's assessment that the recommendations are followed.

Please refer to www.dvca.dk for further information on the guidelines. The Board of Directors ensures that the Executive Board observes the objectives, strategies and business processes laid down by the Board of Directors.

System Frugt A/S has established a formal group reporting process comprising a monthly reporting process, which includes budget follow-up, performance assessment and achievement of adopted goals etc. The reporting is assessed at directors' and chairman's meetings.

The Board of Directors of the System Frugt Group convenes at least five times a year based on a fixed meeting schedule. Furthermore, the Chairman and the CEO have meetings at least once every month. Extraordinary meetings will be convened if necessary.

The Board of Directors has decided not to appoint a separate audit committee.

Ownership information

Anpartsselskabet af 9. September 2010 is the parent of System Frugt A/S with underlying subsidiaries. Anpartsselskabet af 9. September 2010 is fully owned by BWB Partners.

Employees

In the financial year 2017/18, the Group had an average of 145 employees (2016/17: 204) of which 131 was employed with the Danish companies (2016/17: 168) and 14 with the foreign companies (2016/17: 36).

System Frugt A/S has at the end of the financial year 2016/17 sold two subsidiaries, which explains the development in the number of employees compared to last year.

Management commentary

Board of Directors

The Board at System Frugt A/S consist of four members:

Name	Michael Zøhner-Pedersen	Esben Bay Jørgensen	Jacob Ø.Bergholtz	Jørgen Daniel- sen
Position on the board	Chairman	Member	Member	Member
Entry date	28.02.2019	09.09.2010	08.03.2016	30.09.2010
Ownership of System Frugt A/S				15,59%
Current position	Executive Vice President	Partner, BWB Partners P/S	Managing Partner, BWB Partners P/S	Director
Managing director	CAPITALIX A/S, CAPITALIS INVESTMENT CO. ApS, MR Zohner Investment & Co. A/S, JR Zohner Capital & Co. A/S, Red River Mountain ApS, Red Mountain Holding ApS, Reppien & Zøhner A/S, Equestrian ApS	Anpartsselskabet af 31. oktober 2007, Anpartsselskabet af 14. oktober 2013, Anpartsselskabet af 28. marts 2007, Anpartsselskabet af 4. juli 2008, Anpartsselskabet af 1. december 2011, Anpartsselskabet af 9. september 2010, Anpartsselskabet af 28. juni 2012, Anpartsselskabet af 7. juni 2007, EBJ ApS, Bay & co. invest ApS, BWB Partners GP	Anpartsselskabet af 31. oktober 2007, BWB Partners GP ApS, BWB Partners P/S, CIPP Technology Solutions A/S, Anpartsselskabet af 16. november 2015, Anpartsselskabet af 14. oktober 2013, Anpartsselskabet af 1. december 2011, Anpartsselskabet af 9. september 2010, Anpartsselskabet af 28. juni 2012, JB1 ApS, Anpartsselskabet	Kolding Retail Holding ApS, Emsen A/S, System Frugt Estate A/S, System Estate A/S, Jørgen Danielsen ApS, Casablanca Aarhus ApS, Aarhus City Hostel A/S

Management commentary

		ApS, BWBP CIV GP ApS, Anpartsselskabet af 16. november 2015, Holdingselskabet af 27. marts 2017 ApS.	af 28. marts 2007, Anpartsselskabet af 4. juli 2008, Anpartsselskabet af 7. juni 2007, BWBP CIV GP ApS.	
Chairman	System Frugt A/S, Plass Data Software A/S, Bf-Oks A/S, Billig Ventilation ApS, Tytex A/S, Vernal A/S, Nyscan Holding A/S, Ejendoms-selskabet Baldyr ApS, Kjærgaard Paprør A/S	Jagger Junk Holding ApS, Jagger Junk ApS, Moep A/S, Jack-Up Holding A/S, Holdingselskabet af 27. marts 2017 ApS.	28. juni 2012 II A/S, SH Group A/S, 14. Oktober 2013 A/S, Odin Equity Partners Management II K/S.	Ejendoms-selskabet Finsensvej 19 A/S, Kolding Retail A/S, Triofrugt Holding A/S, Triofrugt ApS
Vice Chairman			Hydratech Industries Holding A/S, CIPP Technology Holding ApS	
Board member	CAPITALIX A/S, MR Zohner Investment & Co. A/S, JR Zohner Capital & Co. A/S, Gertz Holding ApS, Reppien & Zøhner A/S	ZITON A/S, 28. juni 2012 II A/S, ODIN Equity Partners Management II K/S, Hydratech Industries A/S, HTHH ApS, Qubiqa A/S, Qubiqa Holding A/S, SH Group	STEMA Holding A/S, System Frugt A/S, BWBP Fonden, BWP Partners P/S, CIP Technology Solutions A/S, Jack-Up Holding A/S, Moep A/S.	Omega 3 erhverv A/S, Emsen A/S, System Frugt Estate A/S, Peter Sabroe Gade Holding ApS, Ejendoms-selskabet 24.10.2013 ApS, System Estate A/S, K/S Sorø, System

Management commentary

		A/S, BWB Partners P/S, System Frugt A/S, Hydratech Industries A/S		Frugt A/S, Eventyr Invest A/S, Saltholmsgade ApS, Saltholmsgade Holding A/S, Aarhus City Hostel A/S, Lange-linieparken Holding A/S, Lange-linieparken Århus AS
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Environmental performance

The Company does not run any business resulting in dangerous or special impacts on the external environment. It is environmentally conscious and seeks to reduce the environmental impacts from operations.

Research and development activities

System Frugt constantly focuses on improving the quality of the product portfolio and efficiency of marketing and production facilities.

Statutory report on corporate social responsibility

In our daily operations, we focus on acting responsibly towards our surrounding society and the environment. This section contains our disclosure on Corporate Social Responsibility according to §99a and §99b of the Danish Financial Statements Act during the financial year 2017/18.

Corporate social responsibility:

We are a member of the **UN Global Compact** that sets a structured, high standard for worldwide CSR.

To promote the UN Global Compact, we have joined the **BSCI Code of Conduct** – a practical set of principles and values referring to the UN Global Compact conventions to improve working conditions in the supply chain. By joining BSCI, we have committed ourselves to promote the **11 principles of the Code of Conduct** in our supply chain.

1. The Rights of Freedom of Association and Collective Bargaining.
2. No Discrimination
3. Fair Remuneration
4. Decent Working Hours

Management commentary

5. Occupational Health and Safety
6. No Child Labor
7. Special Protection for Young Workers
8. No Precarious Employment
9. No Bonded Labor
10. Protection of the Environment
11. Ethical Business

We constantly guide and encourage our suppliers to improve themselves in order to become more responsible. For instance, we always ask suppliers to sign the BSCI Code of Conduct when we enter into a partnership with them. We dedicate resources in our Quality and Sourcing departments to visit our suppliers on a scheduled regular basis in order to monitor and test the quality of our products

Our policies, the efforts done, and targets achieved in the financial year 2017/18 are described in the Communication on Progress report, which constitutes our Statement on Corporate Social Responsibility for 2017/18 in accordance with the Danish Financial Statements Act §99a, and which can be found here:

https://systemfruqt.dk/media/1523/communication_on_progress_cop_2018.pdf

<https://systemfruqt.dk/media/1492/we-care-share.pdf>

Statutory report on the underrepresented gender

In accordance with §99b, Anpartsselskabet af 9. September 2010 has drawn up a policy for gender diversity in the management bodies with the aim to ensure more female representatives in the executive Board.

None of the three seats on the Executive Board is currently held by a woman. It is the Company's objective to have at least 1 female member within five years. In 2018 there has not been any changes in the gender composition of the top management, so the initiated activities for diversity in the top management have not yet been successful. The objective to have at least 1 female member has not been achieved during the financial year, due to the fact that there has not been a replacement in the Executive Board. The process of recruiting female members has already been initiated through internal as well as external recruitment, where relevant candidates of each gender should be considered for management positions.

Likewise in accordance with section 99b in the Danish Financial Statements Act, System Frugt A/S has drawn up a policy for gender diversity in the management bodies of the Company with the aim to ensure more female representatives on both the Board of Directors and at other management levels of the organization.

The ambition of the Company is to have one of the seats on the Board of Directors held by women. This is reduced from a target of two in the past, due to a reduction of the members of the Board from 5 to 4. The target share of female members is thus decreased from 40% in the past to 25% going forward and should be achieved within the coming five years. Currently, there are no female members of the Board compared to

Management commentary

one last year. This should be seen in the light that the number of Board members has been reduced. Last year the ratio was one of five (20%) women compared to zero of 4 this year. Recruiting of Board members is based on skills before gender, but the aim is still to have female members in the future.

The top management of the Company consists of five members, all male. The Extended Management Group consists of 28 members including the top management. Currently, there are 12 female members of the Extended Management Group. The Company has implemented a policy for ensuring more women in management positions at System Frugt A/S, however progress is dependent on changes and replacements taking place in top management. In the financial year 2017/18, there have not been any changes in the gender composition of the top management, so the initiated activities for diversity in the top management have not yet been successful. The process of recruiting female members in top management positions has already been initiated through internal as well as external recruitment, where relevant candidates of each gender should be considered for management positions.

Events after the balance sheet date

In order to reflect the business cycle of the majority of the business, it has been decided to change the financial year from ending September 30 to ending December 31.

By this the financial year will be aligned to the majority of annual agreements made with the major retailers and thereby create a better platform for planning and follow-up.

The change of financial year will lead to the filling of financial statements covering the period 1 October to 31 December. These financial statements will reflect the restructuring made in 2017/18 and therefore represent the continued business.

After the balance sheet date, there has been a change in the Board of Directors, as the Chairman is changed.

Consolidated income statement for 2017/18

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Revenue	1	502.293	511.249
Production costs	3	(443.692)	(437.735)
Gross profit/loss		58.601	73.514
Distribution costs	3	(60.686)	(72.124)
Administrative expenses	2, 3	(21.848)	(23.094)
Other operating income		171	0
Other operating expenses	4	0	(4.383)
Operating profit/loss		(23.762)	(26.087)
Other financial income		356	19
Other financial expenses		(15.657)	(11.011)
Profit/loss before tax		(39.063)	(37.079)
Tax on profit/loss for the year	5	183	(889)
Profit/loss from continuing operations		(38.880)	(37.968)
Profit/loss from discontinued operations	6	(11.582)	1.340
Profit/loss for the year	7	(50.462)	(36.628)

Consolidated balance sheet at 30.09.2018

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Acquired intangible assets		1.669	1.257
Goodwill		118.364	128.582
Intangible assets	8	120.033	129.839
Plant and machinery		22.738	14.710
Other fixtures and fittings, tools and equipment		6.222	7.141
Leasehold improvements		2.380	3.551
Property, plant and equipment	9	31.340	25.402
Other investments		0	488
Fixed asset investments	10	0	488
Fixed assets		151.373	155.729
Manufactured goods and goods for resale		91.143	87.125
Prepayments for goods		0	183
Inventories		91.143	87.308
Trade receivables		14.251	18.482
Deferred tax	11	7.667	9.136
Other receivables		13.510	16.264
Prepayments	12	746	758
Receivables		36.174	44.640
Cash		1.620	707
Current assets		128.937	132.655
Assets regarding discontinued operations	6	2.111	0
Assets		282.421	288.384

Consolidated balance sheet at 30.09.2018

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Contributed capital		665	665
Retained earnings		(15.447)	24.263
Equity attributable to the Parent's owners		(14.782)	24.928
Share of equity attributable to minority interests		0	5.234
Equity		(14.782)	30.162
Subordinate loan capital		97.132	78.788
Finance lease liabilities		4.225	331
Non-current liabilities other than provisions	13	101.357	79.119
Current portion of long-term liabilities other than provisions	13	1.273	30.274
Bank loans		44.936	41.336
Trade payables		116.375	79.667
Income tax payable		0	305
Other payables		29.915	27.521
Current liabilities other than provisions		192.499	179.103
Liabilities other than provisions		293.856	258.222
Liabilities regarding discontinued operations	6	3.347	0
Equity and liabilities		282.421	288.384
Financial instruments	14		
Unrecognised rental and lease commitments	15		
Contingent liabilities	16		
Assets charged and collateral	17		
Transactions with related parties	18		
Subsidiaries	19		

Consolidated statement of changes in equity for 2017/18

	Contributed capital DKK'000	Retained earnings DKK'000	Share of equity attributable to minority interests DKK'000	Total DKK'000
Equity beginning of year	665	24.263	5.234	30.162
Exchange rate adjustments	0	315	0	315
Value adjustments	0	6.671	0	6.671
Tax of entries on equity	0	(1.468)	0	(1.468)
Profit/loss for the year	0	(45.228)	(5.234)	(50.462)
Equity end of year	665	(15.447)	0	(14.782)

Consolidated cash flow statement for 2017/18

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Operating profit/loss		(23.762)	(26.087)
Amortisation, depreciation and impairment losses		19.895	20.313
Other cash flow from operation activities		0	4.383
Profit from discontinued operations		11.582	1.340
Increase/decrease in inventories		(3.754)	7.174
Increase/decrease in receivables		8.780	2.890
Increase/decrease in trade payables etc.		39.030	463
Cash flow from ordinary operating activities		51.771	10.476
Financial income received		356	19
Financial expenses paid		(15.657)	(11.011)
Income taxes refunded/(paid)		0	1.048
Other cash flows from operating activities		0	(5.417)
Cash flows from operating activities		36.470	(4.885)
Acquisition etc of intangible assets		(664)	(565)
Acquisition etc of property, plant and equipment		(15.364)	(5.614)
Sale of property, plant and equipment		383	7.119
Disposal of enterprises		0	(5.683)
Other cash flows from investing activities		0	(488)
Cash flows from investing activities		(15.645)	(5.231)
Loans raised		1.594	9.635
Incurrence of lease obligations		5.168	0
Reduction of lease commitments		(274)	0
Cash increase of capital		0	8.500
Cash decrease of capital		0	1.609
Repayments of loans etc		(30.000)	(15.000)
Cash flows from financing activities		(23.512)	4.744
Increase/decrease in cash and cash equivalents		(2.687)	(5.372)
Cash and cash equivalents beginning of year		(40.629)	(35.257)
Cash and cash equivalents end of year		(43.316)	(40.629)

Consolidated cash flow statement for 2017/18

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Cash and cash equivalents at year-end are composed of:			
Cash		1.620	707
Short-term debt to banks		(44.936)	(41.336)
Cash and cash equivalents end of year		<u>(43.316)</u>	<u>(40.629)</u>

Notes to consolidated financial statements

	2017/18 DKK'000	2016/17 DKK'000
1. Revenue		
Denmark	285.792	300.243
Other Countries	216.501	211.006
	502.293	511.249

The Group's segments comprise business areas and geographical markets.

The Group's primary activities comprise purchase, packing and sale of fresh and dried fruits and vegetables. Referring to §96 of the Danish Financial Statements Act, Management does not want to further disclose revenue per activity as this will be of considerable damage to the competitive situation.

	2017/18 DKK'000	2016/17 DKK'000
2. Fees to the auditor appointed by the Annual General Meeting		
Statutory audit services	260	418
Other assurance engagements	18	60
Tax services	15	139
Other services	276	75
	569	692

	2017/18 DKK'000	2016/17 DKK'000
3. Staff costs		
Wages and salaries	69.524	77.203
Pension costs	10.395	11.068
Other social security costs	1.374	2.757
Other staff costs	1.585	2.183
	82.878	93.211
Average number of employees	145	204

Referring to §98b of the Danish Financial Statement Act, disclosures on management's remuneration have been omitted.

4. Other operating expenses

Other operating income comprises loss from last years sale of System Multifood Ltd.

Notes to consolidated financial statements

	2017/18 DKK'000	2016/17 DKK'000
5. Tax on profit/loss for the year		
Current tax	0	8.651
Change in deferred tax	0	(7.762)
Adjustment concerning previous years	(183)	0
	(183)	889
	2017/18 DKK'000	2016/17 DKK'000
6. Discontinued operations		
Income statement		
Revenue	3.429	17.683
Production costs	(6.346)	(19.355)
Distribution costs	(5.279)	(525)
Administrative expenses	(3.386)	(1.285)
Financials, netto	0	(50)
Profit/loss for the period	(11.582)	(3.532)
Gains or losses from disposals etc	0	4.496
Pre-tax profit/loss from discontinued operations	(11.582)	964
Tax on profit/loss from discontinued operations	0	376
Post-tax profit/loss from discontinued operations	(11.582)	1.340
Assets		
Current assets	2.111	0
Assets related to discontinued operations	2.111	0
Liabilities		
Short-term debts	3.347	0
Liabilities related to discontinued operations	3.347	0
	2017/18 DKK'000	2016/17 DKK'000
7. Proposed distribution of profit/loss		
Retained earnings	(45.228)	(30.039)
Minority interests' share of profit/loss	(5.234)	(6.589)
	(50.462)	(36.628)

Notes to consolidated financial statements

	Acquired intangible assets DKK'000	Goodwill DKK'000
8. Intangible assets		
Cost beginning of year	2.110	210.411
Disposals on divestments etc	664	0
Cost end of year	2.774	210.411
Amortisation and impairment losses beginning of year	(853)	(81.829)
Amortisation for the year	(252)	(10.218)
Amortisation and impairment losses end of year	(1.105)	(92.047)
Carrying amount end of year	1.669	118.364

Goodwill is amortised on a straight-line basis over its estimated useful time, which is determined based on Management's experience within each business area.

When determining the amortisation period, Management has chosen to base the amortisation on useful lives, which are determined based on an assessment of whether the enterprises are strategically acquired enterprises with a strong market position and a long-term earnings profile.

It is Management's assessment that the carrying amount of goodwill embodies useful lives which are assessed to be long-term since the goodwill relates to affiliated markets where the Company has a strong market profile and continuously invests to meet the potential. Consequently, Management assesses the earnings profile to be long-term.

Based on the above, Management has assessed that it will be a fairer presentation if the amortisation period of goodwill is 20 years. Moreover, Management will reassess the useful lives so that they reflect the continuous market and earnings profile.

Goodwill is written down to the lower of recoverable amount and carrying amount.

Notes to consolidated financial statements

	Plant and machinery DKK'000	Other fixtures and fittings, tools and equipment DKK'000	Leasehold improve- ments DKK'000
9. Property, plant and equipment			
Cost beginning of year	44.872	18.313	9.288
Transfers	1.891	0	0
Additions	12.530	3.043	173
Disposals	0	(755)	0
Cost end of year	59.293	20.601	9.461
Depreciation and impairment losses beginning of year	(30.162)	(11.172)	(5.737)
Transfers	(1.891)	0	0
Depreciation for the year	(4.502)	(3.579)	(1.344)
Reversal regarding disposals	0	372	0
Depreciation and impairment losses end of year	(36.555)	(14.379)	(7.081)
Carrying amount end of year	22.738	6.222	2.380
Recognised assets not owned by entity	7.280	-	-
			Other investments DKK'000
10. Fixed asset investments			
Cost beginning of year			488
Disposals			(488)
Cost end of year			0
Carrying amount end of year			0

Notes to consolidated financial statements

	2017/18 DKK'000	2016/17 DKK'000
11. Deferred tax		
Intangible assets	5.059	5.003
Property, plant and equipment	(142)	(1.620)
Inventories	(299)	(331)
Liabilities other than provisions	0	(10)
Tax losses carried forward	3.049	6.094
	7.667	9.136
Changes during the year		
Beginning of year	9.136	
Other changes	(1.469)	
End of year	7.667	

12. Prepayments

Prepayments relate to prepaid costs, including licenses and insurance etc.

	Due within 12 months 2017/18 DKK'000	Due within 12 months 2016/17 DKK'000	Due after more than 12 months 2017/18 DKK'000
13. Liabilities other than provisions			
Subordinate loan capital	0	0	97.132
Bank loans	0	30.000	0
Finance lease liabilities	1.273	274	4.225
	1.273	30.274	101.357

No long-term debt falls due after five years.

14. Financial instruments

Disclosure on forward exchange contracts acquired to hedge liabilities

Other receivables include currency hedging of future cash flow regarding purchase of goods. The amount per 30.09.2018 is DKK 3,139k. The forward exchange contracts have been acquired to hedge the foreign currency risk of future trade payables in USD. The exchange gain has been set off against the value adjustments of the hedged payables in the income statement. The forward exchange contracts have a term of 0-13 months. The forward exchange contracts have been entered into with the Company's usual bank.

For 2016/17, it was included in other payables and the amount per 30.09.2017 was DKK 3,139k. The forward exchange contracts have been acquired to hedge the foreign currency risk of trade payables in USD and AUD.

Notes to consolidated financial statements

	<u>2017/18</u> <u>DKK'000</u>	<u>2016/17</u> <u>DKK'000</u>
15. Unrecognised rental and lease commitments		
Liabilities under rental or lease agreements until maturity in total	<u>13.657</u>	<u>12.501</u>

Unrecognised rental and lease commitments relate to operating leases totalling DKK 5,826k as well as rental commitments totalling DKK 7,831k.

16. Contingent liabilities

The Entity has committed itself to fixed price and quantity contracts towards its suppliers of goods and services on delivery of raw material in the coming financial years. The contractual commitments from the concluded contracts at 30 September 2018 amount to DKK 93,999k (2016/17: DKK 83,102k).

The Entity's bank has issued a guarantee for non-recognised import letters of credit with an open balance at the balance sheet date totalling DKK 405k (2016/17: DKK 758k).

17. Assets charged and collateral

The Group has issued letters of credit and payment guarantees through its bank to suppliers amounting to DKK 52k (2016/17: DKK 298k).

As security for all accounts with Jyske Bank, a floating charge has been granted of nominal DKK 30,000k over System Frugt A/S' unsecured claims arising from the sale of goods and services and inventories. The carrying amount is DKK 101,728k at 30.09.2018.

A negative pledge is registered regarding System Frugt A/S for unsecured claims arising from the sale of goods and services.

18. Transactions with related parties

Only transactions with related parties that are not carried out at market terms are disclosed in the annual report. No such transactions have been performed in the financial year.

	<u>Registered in</u>	<u>Corpo- rate form</u>	<u>Equity inte- rest %</u>	<u>Equity DKK'000</u>	<u>Profit/loss DKK'000</u>
19. Subsidiaries					
System Frugt A/S	Aarhus	A/S	82,2	102.218	(35.725)
- System Frugt AB	Stockholm	AB	100,0	2.262	(4.412)
- System Frugt OY AB	Espoo	AB	100,0	350	(927)

Parent income statement for 2017/18

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Administrative expenses		(33)	(33)
Operating profit/loss		(33)	(33)
Income from investments in group enterprises		0	(77.181)
Other financial income		356	346
Other financial expenses		(5.400)	(263)
Profit/loss before tax		(5.077)	(77.131)
Tax on profit/loss for the year	1	183	(11)
Profit/loss for the year	2	(4.894)	(77.142)

Parent balance sheet at 30.09.2018

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Investments in group enterprises		107.511	24.944
Receivables from group enterprises		8.406	8.739
Fixed asset investments	3	<u>115.917</u>	<u>33.683</u>
Fixed assets		<u>115.917</u>	<u>33.683</u>
Receivables from group enterprises		0	2.103
Deferred tax	4	1	1
Other receivables		0	247
Joint taxation contribution receivable		183	0
Receivables		<u>184</u>	<u>2.351</u>
Cash		<u>222</u>	<u>256</u>
Current assets		<u>406</u>	<u>2.607</u>
Assets		<u>116.323</u>	<u>36.290</u>

Parent balance sheet at 30.09.2018

	<u>Notes</u>	<u>2017/18 DKK'000</u>	<u>2016/17 DKK'000</u>
Contributed capital	5	665	665
Retained earnings		19.369	24.263
Equity		20.034	24.928
Subordinate loan capital		95.538	8.261
Non-current liabilities other than provisions	6	95.538	8.261
Trade payables		33	33
Payables to group enterprises		718	3.068
Current liabilities other than provisions		751	3.101
Liabilities other than provisions		96.289	11.362
Equity and liabilities		116.323	36.290
Contingent liabilities	7		
Assets charged and collateral	8		
Transactions with related parties	9		

Parent statement of changes in equity for 2017/18

	Contributed capital DKK'000	Retained earnings DKK'000	Total DKK'000
Equity beginning of year	665	24.263	24.928
Profit/loss for the year	0	(4.894)	(4.894)
Equity end of year	665	19.369	20.034

Notes to parent financial statements

	2017/18 DKK'000	2016/17 DKK'000
1. Tax on profit/loss for the year		
Change in deferred tax	0	11
Adjustment concerning previous years	(183)	0
	(183)	11

	2017/18 DKK'000	2016/17 DKK'000
2. Proposed distribution of profit/loss		
Retained earnings	(4.894)	(77.142)
	(4.894)	(77.142)

	Invest- ments in group enterprises DKK'000	Receivables from group enterprises DKK'000
3. Fixed asset investments		
Cost beginning of year	102.125	8.739
Additions	82.567	8.762
Disposals	0	(9.095)
Cost end of year	184.692	8.406
Impairment losses beginning of year	(77.181)	0
Impairment losses end of year	(77.181)	0
Carrying amount end of year	107.511	8.406

	Registered in	Corpo- rate form	Equity inte- rest %	Equity DKK'000	Profit/loss DKK'000
System Frugt A/S	Aarhus	A/S	82,2	102.218	(35.725)
- System Frugt AB	Stockholm	AB	100,0	2.262	(4.412)
- System Frugt OY AB	Espoo	AB	100,0	350	(927)

Notes to parent financial statements

	2017/18 DKK'000	2016/17 DKK'000
4. Deferred tax		
Tax losses carried forward	1	1
	1	1
Changes during the year		
Beginning of year	1	
End of year	1	

	Number	Par value DKK'000	Nominal value DKK'000
5. Contributed capital			
A shares	388.551	1	389
B shares	252.605	1	253
C shares	23.944	1	23
	665.100		665

6. Liabilities other than provisions

No long-term debt falls due after five years.

7. Contingent liabilities

The entity serves as the administration company on a Danish joint taxation arrangement. According to the joint taxation provision of the Danish Corporation Tax Act, the Entity is therefor liable for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities.

8. Assets charged and collateral

The Company's investments in group enterprises have been provided as security for all debt to Jyske Bank. The carrying amount at 30.09.2018 is DKK 107,511k.

9. Transactions with related parties

Only transactions with related parties that are not carried out at market terms are disclosed in the annual report. No such transactions have been performed in the financial year.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (large) with addition of certain provisions for reporting class D.

This accounting policies applied to these consolidated financial statements and parent 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.

Consolidated financial statements

The consolidated financial statements comprise the Parent and the group enterprises (subsidiaries) that are controlled by the Parent. Control is achieved by the Parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way possibly or actually exercising controlling influence. Enterprises in which the Group, directly or indirectly, holds between 20% and 50% of the voting rights and exercises significant, but not controlling influence are regarded as associates.

Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of the Parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income and expenses, intra-group accounts and dividends as well as profits and losses on transactions between the consolidated enterprises are eliminated. The financial statements used for consolidation have been prepared applying the Group's accounting policies.

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements. Minority interests' proportionate share of profit or loss is presented as a separate item in Management's proposal for distribution of profit or loss, and their share of subsidiaries' net assets is presented as a separate item in group equity.

Accounting policies

Investments in subsidiaries are offset at the pro rata share of such subsidiaries' net assets at the acquisition date, with net assets having been calculated at fair value.

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 rate 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. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Derivative financial instruments

On initial recognition in the balance sheet, derivative financial instruments are measured at cost and subsequently at fair value. Derivative financial instruments are recognised under other receivables or other payables.

For derivative financial instruments that do not comply with the requirements for being treated as hedging instruments, changes in fair value are recognised currently in the income statement as financial income or financial expenses.

Income statement

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.

Production costs

Production costs comprise expenses incurred to earn revenue for the financial year. Production costs comprise direct and indirect costs for raw materials and consumables, wages and salaries, rent and lease as well as amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment included in the production process. In addition, the item includes ordinary writedown of inventories.

Distribution costs

Distribution costs comprise costs incurred for sale and distribution of the Entity's products, including wages and salaries for sales staff, advertising costs, travelling and entertainment expenses, etc as well as amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment attached to the distribution process.

Administrative expenses

Administrative expenses comprise costs incurred for the Entity's administrative functions, including wages and salaries for administrative staff and Management, stationery and office supplies as well as amortisation,

Accounting policies

depreciation and impairment losses relating to intangible assets and property, plant and equipment used for administration of the Entity.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities.

Other operating expenses

Other operating expenses comprise expenses of a secondary nature as viewed in relation to the Entity's primary activities.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of internal profits or losses.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises etc.

Tax on profit/loss for the year

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.

The Entity is jointly taxed with the Parent and all the Parent's other Danish subsidiaries. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Goodwill

Goodwill is the positive difference between cost and fair value of assets and liabilities arising from acquisitions. Goodwill is amortised straight-line over its estimated useful life, which is fixed based on the experience gained by Management for each business area. Useful life is determined based on an assessment of whether the enterprises are strategically acquired enterprises with a strong market position and a long-term earnings profile. Useful lives are reassessed annually. The amortisation periods used are 20 years.

Goodwill is written down to the lower of recoverable amount and carrying amount.

Intellectual property rights etc

Intellectual property rights etc comprise acquired intellectual property rights assets.

Accounting policies

Intellectual property rights acquired are measured at cost less accumulated amortisation. Patents are amortised over their remaining duration, and licences are amortised over the term of the agreement, which is estimated at 5 years.

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment

Plant and machinery as well as other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Plant and machinery	3-8 years
Other fixtures and fittings, tools and equipment	3-6 years
Leasehold improvements	5 years

Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Investments in group enterprises

In the parent financial statements, investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value plus unamortised goodwill and plus or minus unrealised intra-group profits and losses.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to Reserve for Net revaluation according to the equity method under equity.

Investments in group enterprises are written down to the lower of recoverable amount and carrying amount.

Other investments

Other investments comprise unlisted investments measured at the lower of cost and net realisable value.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs. Cost of manufactured goods and work in progress consists of costs of raw materials, consumables, direct labour costs and indirect production costs.

Accounting policies

Indirect production costs comprise indirect materials and labour costs, costs of maintenance of, depreciation on of and impairment losses relating to machinery, factory buildings and equipment used in the manufacturing process as well as costs of factory administration and management. Finance costs are not included in cost.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Receivables

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

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset or the planned settlement of each liability.

Deferred tax assets, including the tax base of tax loss carry forwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Finance lease liabilities

Lease commitments relating to assets held under finance leases are recognised in the balance sheet as liabilities other than provisions, and, at the time of inception of the lease, measured at the present value of future lease payments. Subsequent to initial recognition, lease commitments are measured at amortised cost. The difference between present value and nominal amount of the lease payments is recognised in the income statement as a financial expense over the term of the leases.

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 tax receivable or payable

Current tax receivable or payable is recognised in the balance sheet, stated as tax calculated on this year's taxable income, adjusted for prepaid tax.

Accounting policies

Cash flow statement

The cash flow statement shows cash flows from operating, investing and financing activities as well as cash and cash equivalents at the beginning and the end of the financial year.

Cash flows from operating activities are presented using the indirect method and calculated as the operating profit/loss adjusted for non-cash operating items, working capital changes and income taxes paid.

Cash flows from investing activities comprise payments in connection with acquisition and divestment of enterprises, activities and fixed asset investments as well as purchase, development, improvement and sale, etc of intangible assets and property, plant and equipment, including acquisition of assets held under finance leases.

Cash flows from financing activities comprise changes in the size or composition of the contributed capital and related costs as well as the raising of loans, inception of finance leases, instalments on interest-bearing debt, purchase of treasury shares and payment of dividend.

Cash and cash equivalents comprise cash and short-term bank debt.

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“Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument.”

Esben Bay Jørgensen

Direktionsmedlem

Serienummer: PID:9208-2002-2-563183890916

IP: 212.237.xxx.xxx

2019-03-13 16:35:18Z

NEM ID 

Esben Bay Jørgensen

Dirigent

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Direktionsmedlem

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2019-03-13 21:13:56Z

NEM ID 

Jesper Wadum Nielsen

Direktionsmedlem

Serienummer: PID:9208-2002-2-116852730543

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2019-03-14 09:33:23Z

NEM ID 

Jacob Nørmark

Revisor

Serienummer: CVR:33963556-RID:29642300

IP: 83.151.xxx.xxx

2019-03-14 14:46:16Z

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