

**DMK Kolding A/S**  
**Central Business Registration No**  
**34353905**  
**Haderslevvej 140**  
**6000 Kolding**

**Annual report 2015**

The Annual General Meeting adopted the annual report on 23.06.2016

**Chairman of the General Meeting**

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Name: Imad Mousa Kadhim Al-Mousa

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## **Entity details**

### **Entity**

DMK Kolding A/S  
Haderslevvej 140  
6000 Kolding

Central Business Registration No: 34353905

Registered in: Kolding

Financial year: 01.01.2015 - 31.12.2015

### **Board of Directors**

Ayad Musa Kazem Al-Mosawi  
Haider Faris Hussein  
Imad Mousa Kadhim Al-Mousa

### **Executive Board**

Ayad Musa Kazem Al-Mosawi

### **Auditors**

Deloitte Statsautoriseret Revisionspartnerselskab  
Frodesgade 125  
Postboks 200  
6701 Esbjerg

## **Statement by Management on the annual report**

The Board of Directors and the Executive Board have today considered and approved the annual report of DMK Kolding A/S for the financial year 01.01.2015 - 31.12.2015.

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 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015.

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.

Esbjerg, 23.06.2016

### **Executive Board**

Ayad Musa Kazem Al-Mosawi

### **Board of Directors**

Ayad Musa Kazem Al-Mosawi

Haider Faris Hussein

Imad Mousa Kadhim Al-Mousa

## Independent auditor's reports

### To the owners of DMK Kolding A/S

#### Report on extended review of the financial statements

We have performed an extended review of the financial statements of DMK Kolding A/S for the financial year 1 January to 31 December 2015. The financial statements, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity DMK Kolding A/S and notes, are prepared in accordance with the Danish Financial Statements Act.

#### Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements

that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditor's responsibility

Our responsibility is to express an opinion on the financial statements. We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors.

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

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

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

The extended review has not resulted in any qualification.

#### Opinion

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

#### Report on other legal and regulatory requirements

##### *Emphasis of matter regarding other issues*

Without qualifying our opinion, we point out that, in contravention of the Danish Companies Act, the Company has granted an illegal loan to a shareholder and a member of the management, for which Management may be held liable. The loan has been redeemed in 2015. The loan was repaid in 2015.

Without modifying our opinion, we found that Management has failed to observe its duties to prepare rules of procedure and signed minutes of Board of Directors' meetings, for which Management may be held liable.

Without modifying our opinion, we found that the Company has failed to report employee benefits on time, for which the Company may be held liable.

## **Independent auditor's reports**

### **Statement on the management commentary**

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the extended review of the financial statements.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the financial statements.

Esbjerg, 23.06.2016

### **Deloitte**

Statsautoriseret Revisionspartnerselskab

Anders Rasmussen  
State Authorised Public Accountant

CVR-nr. 33963556

## **Management commentary**

### **Primary activities**

The Company's purpose is to sell medicine and medical equipment and other related services.

### **Development in activities and finances**

The Company's loss is DKK 827k, which is less satisfactory. In 2015 the Company has set up an administration, and made preparations for 2016 and 2017.

At the end of 2015 and in 2016, contracts have been made to secure better earnings in 2016. For this reason, the Management expect to cover 2015 loss already in 2016.

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

No events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.

## **Accounting policies**

### **Reporting class**

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

The accounting policies applied for these financial statements are consistent with those applied last year.

### **Recognition and measurement**

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

### **Foreign currency translation**

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date, or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses.

### **Income statement**

#### **Gross profit or loss**

Gross profit or loss comprises revenue, other operating income and external expenses.

#### **Revenue**

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue from the sale of services is recognised in the in-



## Accounting policies

come statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

### Other operating income

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

### Cost of sales

Cost of sales comprises costs of sales for the financial year measured at cost.

### Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes write-downs of receivables recognised in current assets.

### Staff costs

Staff costs comprise salaries and wages for entity staff.

### Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to property, plant and equipment comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of property, plant and equipment.

### Other financial income

Other financial income comprises dividends etc. received on other investments, interest income, including interest income on receivables from group enterprises, net capital gains on securities, payables and transactions in foreign currencies, amortisation of financial assets as well as tax relief under the Danish Tax Prepayment Scheme etc.

### Other financial expenses

Other financial expenses comprise interest expenses, payables and transactions in foreign currencies.

### Income taxes

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

## Accounting policies

### Balance sheet

#### Property, plant and equipment

Land and buildings are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

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. For self-manufactured assets, cost comprises direct and indirect costs of materials, components, subsuppliers and labour costs.

Interest expenses on loans for the financing of the manufacture of property, plant and equipment are included in cost if they relate to the manufacturing period. All other finance costs are recognised in the income statement.

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:

Buildings	50 years
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Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

#### Deferred tax

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

Deferred tax assets, including the tax base of tax loss carryforwards, 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.

#### Receivables

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

#### Cash

Cash comprises cash in hand and bank deposits.

#### Other financial liabilities

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

## **Accounting policies**

### **Income tax receivable or payable**

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

## Income statement for 2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
<b>Gross profit</b>		<b>868.669</b>	<b>2.328.235</b>
Staff costs	1	(998.650)	(612.235)
Depreciation, amortisation and impairment losses	2	<u>(11.929)</u>	<u>0</u>
<b>Operating profit/loss</b>		<b>(141.910)</b>	<b>1.716.000</b>
Other financial income	3	853	2.065.789
Other financial expenses	4	<u>(849.774)</u>	<u>(864.789)</u>
<b>Profit/loss from ordinary activities before tax</b>		<b>(990.831)</b>	<b>2.917.000</b>
Tax on profit/loss from ordinary activities	5	<u>163.591</u>	<u>(785.521)</u>
<b>Profit/loss for the year</b>		<b><u>(827.240)</u></b>	<b><u>2.131.479</u></b>
 <b>Proposed distribution of profit/loss</b>			
Retained earnings		<u>(827.240)</u>	<u>2.131.479</u>
		<b><u>(827.240)</u></b>	<b><u>2.131.479</u></b>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Land and buildings		3.175.095	0
<b>Property, plant and equipment</b>	6	<u>3.175.095</u>	<u>0</u>
Deferred tax		126.841	0
<b>Fixed asset investments</b>	7	<u>126.841</u>	<u>0</u>
<b>Fixed assets</b>		<u>3.301.936</u>	<u>0</u>
Trade receivables		0	14.191.955
Other short-term receivables		2.099.581	132.398
Receivables from owners and management		0	80.779
<b>Receivables</b>	8	<u>2.099.581</u>	<u>14.405.132</u>
<b>Cash</b>		<u>945.598</u>	<u>8.223.908</u>
<b>Current assets</b>		<u>3.045.179</u>	<u>22.629.040</u>
<b>Assets</b>		<u>6.347.115</u>	<u>22.629.040</u>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Contributed capital	9	500.000	500.000
Retained earnings		<u>2.313.497</u>	<u>3.140.737</u>
<b>Equity</b>		<u><b>2.813.497</b></u>	<u><b>3.640.737</b></u>
Provisions for deferred tax	7	<u>0</u>	<u>36.750</u>
<b>Provisions</b>		<u><b>0</b></u>	<u><b>36.750</b></u>
Trade payables		2.627.354	17.672.895
Payables to shareholders and management		51.819	313.880
Income tax payable		713.927	727.927
Other payables		<u>140.518</u>	<u>236.851</u>
<b>Current liabilities other than provisions</b>		<u><b>3.533.618</b></u>	<u><b>18.951.553</b></u>
<b>Liabilities other than provisions</b>		<u><b>3.533.618</b></u>	<u><b>18.951.553</b></u>
<b>Equity and liabilities</b>		<u><u><b>6.347.115</b></u></u>	<u><u><b>22.629.040</b></u></u>

**Statement of changes in equity for 2015**

	<b>Contributed capital DKK</b>	<b>Retained ear- nings DKK</b>	<b>Total DKK</b>
Equity beginning of year	500.000	3.140.737	3.640.737
Profit/loss for the year	0	(827.240)	(827.240)
<b>Equity end of year</b>	<b>500.000</b>	<b>2.313.497</b>	<b>2.813.497</b>

## Notes

	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK</b>
<b>1. Staff costs</b>		
Wages and salaries	963.570	596.835
Other social security costs	15.912	2.488
Other staff costs	19.168	12.912
	<b>998.650</b>	<b>612.235</b>
	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK</b>
<b>2. Depreciation, amortisation and impairment losses</b>		
Depreciation of property, plant and equipment	11.929	0
	<b>11.929</b>	<b>0</b>
	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK</b>
<b>3. Other financial income</b>		
Interest income	853	56.158
Exchange rate adjustments	0	2.009.631
	<b>853</b>	<b>2.065.789</b>
	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK</b>
<b>4. Other financial expenses</b>		
Interest expenses	345	2.236
Exchange rate adjustments	849.299	862.553
Interest regarding tax paid on account	130	0
	<b>849.774</b>	<b>864.789</b>
	<b>2015</b>	<b>2014</b>
	<b>DKK</b>	<b>DKK</b>
<b>5. Tax on ordinary profit/loss for the year</b>		
Current tax	0	747.927
Change in deferred tax for the year	(163.591)	36.750
Adjustment relating to previous years	0	844
	<b>(163.591)</b>	<b>785.521</b>



## Notes

	<b>Land and buildings DKK</b>
<b>6. Property, plant and equipment</b>	
Additions	3.187.024
<b>Cost end of year</b>	<b>3.187.024</b>
Depreciation for the year	(11.929)
<b>Depreciation and impairment losses end of the year</b>	<b>(11.929)</b>
<b>Carrying amount end of year</b>	<b>3.175.095</b>

	<b>2015 DKK</b>	<b>2014 DKK</b>
<b>7. Deferred tax</b>		
Property, plant and equipment	(4.289)	0
Tax losses carried forward	131.130	0
Other deductible temporary differences	0	(36.750)
	<b>126.841</b>	<b>(36.750)</b>

	<b>Interest rate %</b>	<b>Repaid du- ring the year DKK</b>
<b>8. Short-term receivables from owners and management</b>		
Executive Board	10,20	154.361
		<b>154.361</b>

The illegal loan has been attributed interest and settled by reporting of wages.

	<b>Number</b>	<b>Par value DKK</b>	<b>Nominal value DKK</b>
<b>9. Contributed capital</b>			
Ordinary shares	500	1.000,00	500.000
	<b>500</b>		<b>500.000</b>

## Notes

	<u>2015</u> <b>DKK</b>	<u>2014</u> <b>DKK</b>	<u>2013</u> <b>DKK</b>	<u>2012</u> <b>DKK</b>
<b>Changes in contributed capital</b>				
Contributed capital beginning of year	500.000	500.000	500.000	0
Increase of capital	<u>0</u>	<u>0</u>	<u>0</u>	<u>500.000</u>
<b>Contributed capital end of year</b>	<u><b>500.000</b></u>	<u><b>500.000</b></u>	<u><b>500.000</b></u>	<u><b>500.000</b></u>