

# Catacap I K/S

c/o Horten  
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2900 Hellerup

CVR no. 34 88 50 79

## Annual report 2016

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

on 16 May 2017

[Signature]  
chairman of the annual general meeting

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**Catacap I K/S**  
Annual report 2016  
CVR no. 34 88 50 79

## **Statement by the General Partner**

The General Partner have today discussed and approved the annual report of Catacap I K/S for the financial year 1 January – 31 December 2016.

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

In my opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2016 and of the results of the Company's activities for the financial year 1 January – 31 December 2016.

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

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

Hellerup, 10 April 2017  
Catacap General Partner I ApS



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Thomas Francis Beckett  
managing director



## **Independent auditor's report**

**To the limited partners of Catacap I K/S**

### **Conclusion**

We have audited the financial statements of Catacap I K/S for the financial year 1 January – 31 December 2016, comprising income statement, statement of comprehensive income, statement of financial position, statement of changes in equity, cash flow statement and notes, including accounting policies, for the Company. The financial statements are prepared in accordance with the International Financial Reporting Standards as adopted by the EU and additional requirements in the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2016 and of the results of the Company's operations and cash flows for the financial year 1 January – 31 December 2016 in accordance with the International Financial Reporting Standards as adopted by the EU and additional requirements in Danish Financial Statements Act.

### **Basis for opinion**

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

### **Statement on the Management's review**

Management is responsible for the Management's review.

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



## **Independent auditor's report**

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

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

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

## **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 International Financial Reporting Standards and additional requirements in the Danish Financial Statements Act and for such internal control that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

## **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements in Denmark will always detect a material misstatement when it exists.



## Independent auditor's report

Misstatements may arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of financial statement users taken on the basis of these consolidated financial statements and parent company 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 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 Company's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management
- conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are in-adequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern
- evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- obtain sufficient appropriate audit evidence regarding the financial information of the business activities. We remain solely responsible for our audit opinion.



## Independent auditor's report

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.

Copenhagen, 10 April 2017

**KPMG**

Statsautoriseret Revisionspartnerselskab  
CVR no. 25 57 81 98

A handwritten signature in blue ink, reading 'Henrik O. Larsen'.

Henrik O. Larsen  
State Authorised  
Public Accountant

A handwritten signature in blue ink, reading 'Mark Palmberg'.

Mark Palmberg  
State Authorised  
Public Accountant

## Management's review

### Operating review

#### Principal activities

Catacap I K/S is a private equity fund investing in Danish SMEs characterised by a significant development potential and an innovative business model with long-term sustainability.

The Company has an agreement with Catacap Management A/S in respect of investment advisory and administration services.

#### Uncertainty regarding recognition and measurement

Catacap I K/S' statement of financial position consists primarily of equity investments in the fund's portfolio companies recognised at estimated fair value. The valuation of the portfolio companies reflects the current and expected performance of the individual companies as well as multiples of a defined peer group. The value is not realised until the exit of the portfolio company.

#### Unusual circumstances

No unusual circumstances have affected the Company's activities during the year.

#### Development in activities and financial matters

The Company's financial position and the results for the year will be shown in the following income statement for the financial year 1 January – 31 December 2016 and the statement of financial position at 31 December 2016.

#### The past year

During 2016, Catacap I K/S added one new platform investment – Casa A/S to the portfolio and made two add on acquisitions to GSV Materieludlejning – Bramsnæs and Bilsby. Catacap holds the majority of votes in all portfolio companies.

The overall portfolio is valued at an equity value of DKK 811 million against a cost price of DKK 570 million for the part that is owned by Catacap I K/S.

**MobyLife Holding A/S** was acquired in June 2013. In spring 2014, the company acquired its two largest Nordic competitors, which has made MobyLife the largest Nordic repair service provider for mobile devices. Customers are large Nordic telecom operators and retailers that are serviced via operations in Denmark Sweden, Norway and Finland. The company has 377 employees.



## Management's review

### Operating review

The financial performance in 2016 is affected by lower volumes in both the repair business and spare parts distribution. As a consequence, a new strategy has been adopted responding to changes in market conditions. As part of the new strategy, the Esbjerg and Kongsberg facilities have been closed down to align capacity and volume. To further strengthen mobility, a financial restructuring has taken place, adding new equity combined with a 30% reduction in the carrying value of the outstanding bond debt. Overall, financial performance is below expectations.

**Handicap Befordring A/S** is the result of the merger of two companies acquired in February 2014 and is the largest special care transport provider in Denmark. End users are pupils, elderly and disabled that are serviced on contracts with municipalities and regional traffic agencies across Zealand. The company has 362 employees.

In 2016, the company has entered into a new contract in Aarhus, with a long duration. The financial performance in 2016 reflects a very strong second half of the year, with significant new contract wins. The financial performance is satisfactory.

**Lyngsoe Systems A/S** was acquired in March 2014 and is a developer and systems integrator of advanced logistics solutions used in a number of industries, in particular within postal and library. The company has a diversified global customer base that is serviced via operations in Denmark (HQ), the US, Canada and Germany. The company has 201 employees.

In 2016, the company has broadened its product portfolio and won significant new contracts within the airport and hospital segments. In the other segments, we have also seen a strong performance.

The financial performance in 2016 is in line with expectations, and order intake is again at an all time high.

**GSV Holding A/S** was acquired in April 2015 as a merger of GSV Materieludlejning A/S and Pitzner Materiel A/S. Together, the two companies have formed the largest Danish B2B rental equipment company. The company offers a full range of products from heavy to light equipment, lifts and modular space across a network with full Danish coverage. GSV has approximately 399 employees.

During 2016, GSV acquired Bramsnæs and Bilsby adding equipment with operator and additional modular space competency to the business. The acquired entities were merged into GSV in 2016.

The financial performance for 2016 was in line with expectations.

**Skybrands Holding A/S** was acquired in May 2015 and is a B2B supplier of licensed home textile products. The customers consist of large retailers in the Nordics, DACH, the UK and the Middle East. Skybrand has 31 employees.

In 2016 the company has established an organisation in Germany serving the DACH countries. This is expected to be a growth driver for the future, increasing the relevance of Skybrands to the licensors.

## Management's review

### Operating review

The financial performance in 2016 has been in line with expectations.

**Casa A/S**, which was acquired in April 2016, is a construction manager on medium to large projects across Denmark. Its core segment is new build of multi story residential buildings and various commercial properties including offices and storage facilities. Casa A/S has an asset light business model, where the actual construction work is subcontracted out. Casa A/S has 108 employees.

2016 has been a year of strong topline growth and establishment of new strong internal processes and build up of a strong order book.

The financial performance in 2016 has been in line with expectations.

### Capital resources

CataCap I K/S is financially backed by investors where the total committed capital amount to DKK 1.015 million.

Profit for the year amounts to DKK 156 million, compared to a profit of DKK 49 million in 2015. The results are in accordance with Management's expectations.

Since inception, Catacap I K/S has accumulated a profit of DKK 166 million.

### Employees

There have been no employees in the Company during the period.

### Subsequent events

As at 21 March 2017, the Company has agreed to invest in TP Aerospace. This has no impact on the financial statements at 31 December 2016.

Besides this, no significant events have occurred after the statement of financial position date that could have influence on the evaluation of the annual report.

### Outlook

As previously stated, the valuation of the portfolio companies depends on a number of factors. Due to the uncertainties related to these factors, Management refrains from giving an outlook for 2017.

## Financial statements 1 January – 31 December

### Statement of comprehensive income

DKK'000	Note	2016	2015
Value adjustment of investments in subsidiaries	2	174,824	66,629
Administrative expenses		-18,675	-17,406
<b>Operating profit</b>		<b>156,149</b>	<b>49,223</b>
Finance costs		-27	-62
<b>Profit for the year/total comprehensive income</b>		<b>156,122</b>	<b>49,161</b>
<b>Proposed profit appropriation</b>			
Proposed dividends for the financial year		0	0
Retained earnings		156,122	49,161
		<u>156,122</u>	<u>49,161</u>

## Financial statements 1 January – 31 December

### Statement of financial position

DKK'000	Note	2016	2015	1 January 2015
<b>ASSETS</b>				
<b>Fixed assets</b>				
<b>Investments</b>				
Investments in subsidiaries	2	811,113	502,948	178,074
		<u>811,113</u>	<u>502,948</u>	<u>178,074</u>
<b>Total fixed assets</b>		<u>811,113</u>	<u>502,948</u>	<u>178,074</u>
<b>Current assets</b>				
<b>Receivables</b>				
Receivables from subsidiaries		604	0	
Other receivables		4,033	1,368	0
		<u>4,637</u>	<u>1,368</u>	<u>0</u>
<b>Cash at bank and in hand</b>		<u>3,664</u>	<u>0</u>	<u>241</u>
<b>Total current assets</b>		<u>8,301</u>	<u>1,368</u>	<u>241</u>
<b>TOTAL ASSETS</b>		<u>819,414</u>	<u>504,316</u>	<u>178,315</u>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	3	653,262	490,224	216,679
Retained earnings		166,017	9,893	-39,268
<b>Total equity</b>		<u>819,279</u>	<u>500,117</u>	<u>177,411</u>
<b>Liabilities</b>				
<b>Current liabilities other than provisions</b>				
Banks		0	3,966	0
Trade payables		0	73	904
Payables to subsidiaries		0	70	0
Other payables		135	90	0
		<u>135</u>	<u>4,199</u>	<u>904</u>
<b>Total liabilities other than provisions</b>		<u>135</u>	<u>4,199</u>	<u>904</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>819,414</u>	<u>504,316</u>	<u>178,315</u>
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## Financial statements 1 January – 31 December

### Statement of changes in equity

DKK'000	Share capital	Retained earnings	Total
Balance at 1 January 2015	216,679	-39,268	177,411
Prior year adjustments	-395	0	-395
Contributed capital	273,940	0	273,940
Profit for the year	0	49,161	49,161
<b>Equity at 1 January 2016</b>	<b>490,224</b>	<b>9,893</b>	<b>500,117</b>
Contributed capital	163,038	0	163,038
Profit for the year	0	156,122	156,122
<b>Balance at 31 December 2016</b>	<b>653,262</b>	<b>166,015</b>	<b>819,277</b>

## Financial statements 1 January – 31 December

### Cash flow statement

DKK'000	Note	2016	2015
Profit for the year		156,149	49,223
Adjustments of non-cash operating items	2	-174,824	-66,629
<b>Cash flow from operating activities</b>		<b>-18,675</b>	<b>-17,406</b>
Interest expense paid		-27	-62
<b>Cash flows from operating activities</b>		<b>-18,702</b>	<b>-17,468</b>
Investments – total consideration paid		-135,508	-258,247
Adjustments to prior year		2,167	0
<b>Cash flows from investing activities</b>		<b>-133,341</b>	<b>-258,247</b>
Proceeds from capital increase		163,038	273,547
Bank loans		-3,966	3,966
Change in receivables		-2,664	-1,368
Loans to subsidiaries		-604	0
Repayment of loans to subsidiaries		0	-671
Other adjustments		-97	0
<b>Cash flows from financing activities</b>		<b>155,707</b>	<b>275,474</b>
<b>Cash flows for the year</b>		<b>3,664</b>	<b>-241</b>
Cash and cash equivalents at the beginning of the year		0	241
<b>Cash and cash equivalents at year end</b>		<b>3,664</b>	<b>0</b>

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies

The financial statements of Catacap I K/S for 2016 are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and Danish disclosure requirements applying to reporting class B entities under the Danish Financial Statements Act.

These financial statements are the Company's first financial statements presented in accordance with IFRS. For the transition, IFRS 1 First-time Adoption of IFRSs has been applied. The effect of the transition to IFRS is described in this note, including a description of the changes in accounting policies compared to previous years.

The most significant elements of the accounting principles applied are described below.

#### Basis of preparation

The annual report for 2016 is presented in DKK rounded to '000. DKK is the functional currency.

The financial statements were authorised for issue by the Board of Directors on 10 April 2017.

#### Accounting effect of transition to IFRS

As stated these are the Company's first financial statements prepared in accordance with IFRS. The accounting policies set out below have been applied in preparing the financial statements for the year ended 31 December 2016, the comparative information presented in these financial statements for the year ended 31 December 2015 and in the preparation of an opening IFRS statement of financial position at 1 January 2015.

Reconciliations between IFRS and the previous GAAP are not presented, since the transition to IFRS did not affect the Company's statement of comprehensive income, statement of financial position and equity.

#### Investment entity

The Company has multiple unrelated investors and holds multiple investments. Ownership interests in the Company are in the form of limited partnership interests. The Company meets the definition of an investment entity per IFRS 10 as the following conditions exist:

- The Company has obtained funds for the purpose of providing investors with professional investment management services;
- The Company's business purpose, which was communicated directly to investors, is investing for capital appreciation and investment income; and
- The investments are measured and evaluated on a fair value basis.

In accordance with IFRS 10, the Company does not consolidate its subsidiaries and does not apply IFRS 3 when obtaining control over a new investment.

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies (continued)

##### Foreign currency translation

The Company's functional currency is DKK. Transactions denominated in foreign currencies are translated at the exchange rates at the date of the transaction.

Receivables, liabilities and other items in foreign currencies which have not been settled at the statement of financial position date are translated at the exchange rates at the statement of financial position date.

Realised and unrealised exchange rate adjustments are included in the income statement as financial income/expenses.

##### Income statement

###### Administrative expenses

Administrative expenses comprise payments to Catacap Management ApS for investment advisory and administrative services.

###### Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the reporting period. Financial income and expenses include interest income and expense and realised and unrealised exchange rate gains and losses on foreign currency transactions.

###### Income tax

The Company is transparent for tax purposes and thus not independently liable to income tax. Consequently, income tax has not been recognised.

##### Statement of financial position

###### Investments in subsidiaries

Investments in subsidiaries are measured at fair value at the statement of financial position date. Value adjustments are recognised in the income statement.

###### Receivables

Receivables are measured at amortised cost. Writedown for bad debt is based on an individual assessment of receivables.

###### Liabilities

Liabilities are measured at amortised cost.



## Financial statements 1 January – 31 December

### Notes

#### 2 Investments in subsidiaries

All investments in subsidiaries are classified within level 3 as observable valuation inputs are not available for these investments.

The movements within level 3 during the year were as follows:

DKK'000	2016	2015
Opening balance 1 January	502,948	178,073
Investments during the year	135,508	258,247
Adjustments to prior year	-2,167	0
Gains/losses recognised in profit and loss	174,824	66,628
<b>Closing balance at 31 December</b>	<b>811,113</b>	<b>502,948</b>

All value adjustments are included in "value adjustment of subsidiaries" in the statement of comprehensive income.

Investments in subsidiaries are specified as follows:

DKK'000	Registered office	Share capital	Votes and ownership	Equity	Profit/loss for the year
31/12 2016					
CC Orange Invest ApS	Søborg, Denmark	25,140	96.33%	123,552	-435
CC Explorer Invest ApS	Copenhagen, Denmark	13,000	96.33%	76,390	-5,276
CC Track Invest ApS	Copenhagen, Denmark	11,800	96.33%	58,057	-153
CC Tool Invest ApS	Copenhagen, Denmark	1,000	96.33%	149,382	-1,118
CC Sky Invest ApS	Copenhagen, Denmark	1,000	96.33%	54,850	642
CC Oscar Invest ApS	Copenhagen, Denmark	1,000	100%	109,248-	17,848
CataCap GP ApS	Copenhagen, Denmark	80	100%	68	-10

Equity and profit for CC Tool Invest ApS are obtained from approved financial statements 2015.

## Financial statements 1 January – 31 December

### Notes

#### 2 Investments in subsidiaries (continued)

DKK'000	Registered office	Share capital	Votes and owner-ship	Equity	Profit/loss for the year
31/12 2015					
CC Orange Invest ApS	Søborg, Denmark	25,140	96.33%	123,987	-1,527
CC Explorer Invest ApS	Copenhagen, Denmark	12,400	96.33%	43,866	-16,106
CC Track Invest ApS	Copenhagen, Denmark	11,800	96.33%	58,210	-67
CC Tool Invest ApS	Copenhagen, Denmark	1,000	96.33%	149,382	-1,118
CC Sky Invest ApS	Copenhagen, Denmark	1,000	96.33%	53,206	291
CC Oscar Invest ApS	Copenhagen, Denmark	50	100%	88	38
CataCap GP ApS	Copenhagen, Denmark	80	100%	78	-2

CataCap carries out valuations of investments quarterly with the objective to provide investors with a Fair Market value (FMV) estimate of their equity investments. CataCap follows the valuation guidelines published by International Private Equity and Venture Capital Board (IPEV) or Private Equity Industry Guidelines Group (PEIGG) as recommended by Danish Venture Capital and Private Equity Association (DVCA).

#### Valuation principles and methods

In estimating the FMV of an investment, CataCap strives to apply techniques that take into account the nature, facts and circumstances of the investments using current market data and inputs.

When valuing the portfolio companies, CataCap seeks to select the valuation technique that is most appropriate for the specific investment in question. The techniques that CataCap considers include:

- Price of recent investment
- Multiples.

Although each valuation technique may have its merits under different circumstances, CataCap will generally consider 'Price of recent investment' or 'Multiples' as the most appropriate method for assessing the FMV of an investment that is making adequate returns. More specifically, 'Price of recent investment' will typically be the best indicator of FMV short-term, while 'Multiples' typically will be applied medium to long-term.

## Financial statements 1 January – 31 December

### Notes

#### 2 Investments in subsidiaries (continued)

When applying a 'Multiples'-based approach, CataCap will seek to use companies that are comparable in terms of risk attributes and earnings growth prospects which is often more likely when the companies are comparable in terms of business activities, markets served, size, geography and applicable tax rate. Further, CataCap will generally favour 'Multiples' that are based on forward-looking financial earnings to the extent that data is available and reliable. In order to ensure that the financial earnings applied are maintainable, CataCap will also seek to adjust for non-recurring items.

To ensure consistency, CataCap seeks to limit changes to the peer group (i.e. same peers and weight) since entry in order to ensure that

- the FMV of the investment mirrors the relative change in the peer group, and
- to ensure traceability/comparability across valuation dates.

Below are listed the main assumptions used in the valuation models including unobservable inputs:

	EBITDA interval for multiples used	Weighted average between the actual audited EBITDA and budget for 2017 (2015: 2016)
Used multiples 2016	5.5-9.2	6.3
Used multiples 2015	5.1-9.6	5.9

## Financial statements 1 January – 31 December

### Notes

#### 2 Investments in subsidiaries (continued)

##### Sensitivity analysis

Below table shows the change in valuation when changing EBITDA or the valuation multiple for each equity value in the portfolio. The sensitivity analysis is prepared for all level 3 investment groups together:

	2016
Change in EBITDA or Multiples:	Value:
5.0%	873
2.5%	841
0%	811
-2.5%	773
-5.0%	753

	2015
Change in EBITDA or Multiples:	Value:
5.0%	538
2.5%	519
0%	503
-2.5%	463
-5.0%	446

#### 3 Equity

The stated contributed capital represents the limited partners' total equity contribution. The capital is divided into limited partnership shares of DKK 1. Catacap I K/S has a total committed capital of DKK 1.1 billion, of which DKK 653 million was paid at 31 December 2016.

The objective of the Partnership is to achieve medium to long-term capital growth through investing in a selection of unlisted private companies operating mainly in Denmark.

The Company's objective is a return on the invested capital, as the portfolio companies are exited. Dividends are then paid out to the limited partners in line with receipt of proceeds.

## Financial statements 1 January – 31 December

### Notes

#### 4 Financial instruments

Due to the Company's activities, it is only exposed to a limited variety of financial risks.

The Company has no significant transactions in foreign currencies.

The Company has no debt at 31 December 2016 and, accordingly, the Company is not subject to significant liquidity risk or interest rate risk.

Furthermore, the Company has no significant concentration of credit risk. The Company assesses all counterparties, including its partners, for credit risk before contracting with them. The Company does not obtain any collateral or other credit risk enhancers, which may reduce the Partnership's exposure.

The Company does not use derivative financial instruments to moderate certain risk exposures.

#### 5 Related parties and ownership

The Company's related parties consists of:

Catacap Management A/S provides investment advisory and administration services to Catacap I K/S.

##### Other related parties

The Company's other related parties consist of:

- Catacap General Partner I ApS has entered into investment advisory and administration agreements with Catacap Management A/S
- Catacap OP ApS
- Catacap Dm ApS
- Subsidiaries, with whom transactions are presented in the statement of financial position on page 10.

##### Transactions

Transactions with related parties are carried out at arm's length basis.

DKK'000	2016	2015
<b>General partner</b>		
Investment and admin fees	15,779	15,779
	<u>15,779</u>	<u>15,779</u>

## Financial statements 1 January – 31 December

### Notes

#### 6 Significant accounting estimates and judgements

In connection with the preparation of the financial statements, Management makes accounting estimates and judgements that affect the assets and liabilities reported at the reporting date as well as the income and expenses reported for the financial period. In accordance with the requirements of IFRS, Management reassesses these estimates and judgements based on a number of factors and criteria relevant to the given circumstances.

The valuation of investments in subsidiaries at fair value includes assumptions made about the future and other sources of estimation uncertainty at the end of the reporting period. Information about the valuation techniques, key inputs and sensitivity information are disclosed in note 2.

No significant judgements, apart from those involving estimations, have been made in the process of applying the Company's accounting policies.

#### 7 New accounting regulation

At the date of the presentation of this annual report, a number of new or amended standards and interpretations exist that have not yet become effective and therefore are not applied when preparing the financial statements for 2016.

The new standards and interpretations will be implemented as they become mandatory.

It is Management's assessment that none of these will significantly affect the Company's financial statements for the coming financial years.

#### 8 Subsequent events

As at 21 March 2017, the Company has agreed to invest in TP Areospace. This has no impact on the financial statements at 31 December 2016.

Besides this, no significant events have occurred after the statement of financial position date that could have influence on the evaluation of the annual report.