

## **Euro Economics III Holding ApS**

Amaliegade 22, 1.  
1256 København K  
Business Registration No  
35045058

## **Annual report 2018**

The Annual General Meeting adopted the annual report on 27.05.2019

### **Chairman of the General Meeting**

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Name: Claus Molbech Bendtsen

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## **Entity details**

### **Entity**

Euro Economics III Holding ApS

Amaliegade 22, 1.

1256 København K

Central Business Registration No (CVR): 35045058

Registered in: København

Financial year: 01.01.2018 - 31.12.2018

### **Executive Board**

Claus Molbech Bendtsen

### **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 Euro Economics III Holding ApS for the financial year 01.01.2018 - 31.12.2018.

The annual report is presented in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 01.01.2018 - 31.12.2018.

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

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

København, 27.05.2019

### **Executive Board**

Claus Molbech Bendtsen

# Independent auditor's extended review report

## To the shareholders of Euro Economics III Holding ApS

### Conclusion

We have performed an extended review of the financial statements of Euro Economics III Holding ApS for the financial year 01.01.2018 - 31.12.2018, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 01.01.2018 - 31.12.2018 in accordance with the Danish Financial Statements Act.

### Basis for conclusion

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. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements". We are independent of the Entity 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 requirements. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

### Management's responsibilities 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.

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

### Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

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

## Independent auditor's extended review report

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.

### Statement on the management commentary

Management is responsible for the management commentary.

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

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review 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 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, 27.05.2019

## Deloitte

Statsautoriseret Revisionspartnerselskab

Central Business Registration No (CVR) 33963556

Morten Gade Steinmetz

State Authorised Public Accountant

Identification No (MNE) mne34145

## **Management commentary**

### **Primary activities**

The Company's activities consists of acquiring and operating real estate.

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

The profit for the year is DKK 1,984k and is considered satisfactory.

### **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.

## Income statement for 2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
<b>Gross loss</b>		<b>(2.841)</b>	<b>(9.947)</b>
Income from investments in group enterprises		1.984.094	2.267.748
Other financial income from group enterprises		22.685	54.339
Financial expenses from group enterprises		(22.249)	(54.910)
Other financial expenses		(12)	(502)
<b>Profit/loss before tax</b>		<b>1.981.677</b>	<b>2.256.728</b>
Tax on profit/loss for the year	1	2.803	12.634
<b>Profit/loss for the year</b>		<b>1.984.480</b>	<b>2.269.362</b>
<b>Proposed distribution of profit/loss</b>			
Transferred to reserve for net revaluation according to the equity method		1.984.094	2.267.748
Retained earnings		386	1.614
		<b>1.984.480</b>	<b>2.269.362</b>



## Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
Investments in group enterprises		20.915.755	18.931.661
<b>Fixed asset investments</b>	2	<b>20.915.755</b>	<b>18.931.661</b>
<b>Fixed assets</b>		<b>20.915.755</b>	<b>18.931.661</b>
Receivables from group enterprises		351.090	822.989
Joint taxation contribution receivable		2.803	9.831
<b>Receivables</b>		<b>353.893</b>	<b>832.820</b>
<b>Cash</b>		<b>8.589</b>	<b>889</b>
<b>Current assets</b>		<b>362.482</b>	<b>833.709</b>
<b>Assets</b>		<b>21.278.237</b>	<b>19.765.370</b>

## Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
Contributed capital		1.000.000	1.000.000
Reserve for net revaluation according to the equity method		13.324.259	11.340.165
Retained earnings		<u>6.608.813</u>	<u>6.608.427</u>
<b>Equity</b>		<b><u>20.933.072</u></b>	<b><u>18.948.592</u></b>
Trade payables		6.500	5.000
Payables to group enterprises		<u>338.665</u>	<u>811.778</u>
<b>Current liabilities other than provisions</b>		<b><u>345.165</u></b>	<b><u>816.778</u></b>
<b>Liabilities other than provisions</b>		<b><u>345.165</u></b>	<b><u>816.778</u></b>
<b>Equity and liabilities</b>		<b><u>21.278.237</u></b>	<b><u>19.765.370</u></b>
Contingent liabilities	3		

## Statement of changes in equity for 2018

	<b>Contributed capital DKK</b>	<b>Reserve for net revaluation according to the equity method DKK</b>	<b>Retained earnings DKK</b>	<b>Total DKK</b>
	<u>DKK</u>	<u>DKK</u>	<u>DKK</u>	<u>DKK</u>
Equity beginning of year	1.000.000	11.340.165	6.608.427	18.948.592
Profit/loss for the year	<u>0</u>	<u>1.984.094</u>	<u>386</u>	<u>1.984.480</u>
<b>Equity end of year</b>	<b><u>1.000.000</u></b>	<b><u>13.324.259</u></b>	<b><u>6.608.813</u></b>	<b><u>20.933.072</u></b>

## Notes

	<b>2018</b>	<b>2017</b>
	<b>DKK</b>	<b>DKK</b>
<b>1. Tax on profit/loss for the year</b>		
Current tax	(2.803)	(9.831)
Refund in joint taxation arrangement	0	(2.803)
	<b>(2.803)</b>	<b>(12.634)</b>

	<b>Invest- ments in group enterprise s DKK</b>
<b>2. Fixed asset investments</b>	
Cost beginning of year	7.591.496
<b>Cost end of year</b>	<b>7.591.496</b>
Revaluations beginning of year	11.340.165
Share of profit/loss for the year	1.984.094
<b>Revaluations end of year</b>	<b>13.324.259</b>
<b>Carrying amount end of year</b>	<b>20.915.755</b>

	<b>Registered in</b>	<b>Corpo- rate form</b>	<b>Equity inte- rest %</b>
Investments in group enterprises comprise:			
Euro Economics III ApS	København	ApS	100,0

### 3. Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Euro Economics ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

## 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 to 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.

### Income statement

#### Gross profit or loss

Gross profit or loss comprises revenue and other external expenses.

#### 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 writedowns of receivables recognised in current assets.

#### 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 intra-group profits or losses.

#### Other financial income from group enterprises

Other financial income from group enterprises comprises interest income etc on receivables from group enterprises.

#### Financial expenses from group enterprises

Financial expenses from group enterprises comprise interest expenses etc from payables to group enterprises.

## Accounting policies

### Other financial expenses

Other financial expenses comprise interest expenses 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 all Danish group enterprises. 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

#### Investments in group enterprises

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.

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.

#### Receivables

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

#### Joint taxation contributions receivable or payable

Current joint taxation contributions payable or joint taxation contributions receivable are recognised in the balance sheet, calculated as tax computed on the taxable income for the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.

#### Cash

Cash comprises bank deposits.

#### Other financial liabilities

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