

Intelligent Hospital Systems ApS

CVR no. 35052143



Annual report 2015

Approved at the Company's annual general meeting

Chairman:


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Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Intelligent Hospital Systems ApS for the financial year 1 January - 31 December 2015.

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

It is our opinion that the financial statements give a true and fair view of the Company's financial position at 31 December 2015 and of the results of the Company's operations for the financial year 1 January - 31 December 2015.

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

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

Copenhagen, 31 May 2016
Executive Board:



Niels Erik Hansen

Board of Directors:



Niels Erik Hansen
Chairman



Kathy Goertzen

Independent auditors' report

To the shareholders of Intelligent Hospital Systems ApS

Independent auditors' report on the financial statements

We have audited the financial statements of Intelligent Hospital Systems ApS for the financial year 1 January - 31 December 2015, which comprise income statement, balance sheet and notes, including accounting policies. The financial statements 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. Management is also responsible 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.

Auditors' responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the preparation of financial statements that give a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2015 and of the results of its operations for the financial year 1 January - 31 December 2015 in accordance with the Danish Financial Statements Act.

Matter of emphasis

Without modifying our conclusion, we draw the attention to the material uncertainties regarding going concern. We refer to note 2 in the financial statements, where it is set out that the Company's ability to continue is dependent upon support from the parent company.



Independent auditors' report

Statement on the Management's review

Pursuant to the Danish Financial Statements Act, we have read the Management's review. We have not performed any other procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the financial statements.

Copenhagen, 31 May 2016
ERNST & YOUNG
Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28



Søren Gammelgaard
State Authorised Public Accountant



Management's review

Company details

Name	Intelligent Hospital Systems ApS
Address, zip code, city	c/o Plesner Advokatfirma Amerika Plads 37 DK-2100 København Ø
CVR no.	35052143
Established	4 March 2013
Financial year	1 January - 31 December
Board of Directors	Niels Erik Hansen, Chairman Kathy Goertzen
Executive Board	Niels Erik Hansen
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Osvold Helmuths Vej 4 DK-2000 Frederiksberg



Management's review

Operating review

Principal activities of the Company

The principal activities of the Company are ownership of investments in subsidiaries.

Development in activities and financial matters

The investment Intelligent Hospital Systems, Turkey was divested during 2015. As the investment had been written off in prior year the divestment has had no impact on the result for 2015.

The Company realised a loss of DKK 51,841 which has resulted in a loss of more than half of its share capital and the Company has reported a negative equity of DKK 272,441 at 31 December 2014.

It is the opinion of Management that the share capital of the Company will be recovered through a combination of injection of additional capital from the parent company and future planned investments.

The Company has received a letter of support from its parent company in order to secure sufficient funding during 2016.

Financial statements for the period 1 January - 31 December

Income statement

Note	DKK	2015	2014
	Gross loss	-51,800	-161,436
3	Impairment of group enterprises	0	-98,071
	Financial income and expenses	-41	30
	Loss before tax	-51,841	-229,507
	Tax on loss for the year	0	0
	Loss for the year	-51,841	-229,507
	Proposed distribution of loss		
	Retained earnings	-51,841	-259,477
		-51,841	-259,477



Financial statements for the period 1 January - 31 December

Balance sheet

Note	DKK	2015	2014
	ASSETS		
	Non-current assets		
	Investments		
3	Shares in subsidiaries	0	0
		0	0
	Total non-current assets	0	0
	Current assets		
	Cash at hand and in bank	0	7,400
	Total current assets	0	7,400
	TOTAL ASSETS	0	7,400

Financial statements for the period 1 January - 31 December

Balance sheet

Note	DKK	2015	2014
	EQUITY AND LIABILITIES		
4	Equity		
	Share capital	80,000	80,000
	Retained earnings	-352,441	-300,600
	Total equity	-272,441	-220,600
	Liabilities		
	Current liabilities		
	Payables to group enterprises	184,250	155,500
	Other payables	88,191	72,500
		272,441	228,000
	Total liabilities	272,441	228,000
	TOTAL EQUITY AND LIABILITIES	0	7,400

1 Accounting policies

2 Material uncertainties regarding going concern

5 Related party disclosures

Financial statements for the period 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Intelligent Hospital Systems ApS for 2015 has been prepared in accordance with the provisions applying to reporting class B enterprises under the Danish Financial Statements Act.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and at the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Non-current assets acquired in foreign currencies are measured at the exchange rate at the transactions date.

Income statement

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, the items other external expenses and other operating income are consolidated into one item designated "gross loss".

Other operating income

Other operating income comprises items secondary to the Company's activities.

Other external costs

Other external costs comprise costs for administration etc.

Financial income and expenses

Financial income and expenses comprise interest income and expense, realised and unrealised gains and losses on payables and transactions denominated in foreign currencies.

Dividend from investments in subsidiaries is recognised in the income statement in the financial year when the dividend is declared.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Balance sheet

Investments

Investments in subsidiaries are measured at cost. If cost exceeds the recoverable amount, a write-down is made to this lower value.

Liabilities

Financial liabilities comprising amounts owed to credit institutions, trade payables and payables to group enterprises are recognised at the date of borrowing at cost, corresponding to the proceeds received less transaction costs paid. In subsequent periods, financial liabilities are measured at amortised cost.

2 Material uncertainties regarding going concern

The Company has lost more than 50% of its share capital and reports a negative equity of DKK 272,441 at 31 December 2015 and the Company has payables of DKK 272,441. The Company has received a letter of support from its parent company in order to provide sufficient funding for 2016.

Based upon the letter of support, the financial statements are presented under going concern assumption.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

3 Investments in subsidiaries

Key figures of the Company's subsidiary at 31 December 2015:

Name and registered office (DKK)	Ownership interest	Equity	Profit/loss for the year
Intelligent Hospital Systems, Turkey	0%	-N/A	N/A

	2015
Cost at 1 January	114,503
Disposal	-114,503
Cost at 31 December	0
Value adjustments at 1 January	114,503
Disposal	-114,503
Value adjustments at 31 December	0
Carrying amount at 31 December	0

4 Equity

DKK	Share capital	Retained earnings	Total
Balance at 1 January 2015	80,000	-300,600	-220,600
Transferred; see distribution of loss	0	-51,841	-51,841
Balance at 31 December 2015	80,000	-352,441	-272,441

The Company was founded on 4 March 2013 with a share capital of DKK 80,000. The share capital comprises 80 shares of DKK 1,000 each. All shares rank equally.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

5 Related party disclosures

Intelligent Hospital Systems ApS' related parties comprise the following:

Parties exercising control

6770917 Manitoba Ltd, 103 Kinkora Drive, Winnipeg, Manitoba, Canada, which controls the Company.

Other related parties that the Company has had transactions with

The subsidiary, Intelligent Hospital Systems, Turkey; see note 3.

Related party transactions

The Company has lent money from the parent company in order to fund the Company's activities.

No payments or transactions were made with Management or the Board of Directors during 2015.