

Moni Worldwide ApS

Fynsvej 49
5500 Middelfart
Business Registration No
35140255

Annual report 01.08.2016 - 31.07.2017

The Annual General Meeting adopted the annual report on 10.11.2017

Chairman of the General Meeting

Name: Thomas Mortensen

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Entity details

Entity

Moni Worldwide ApS
Fynsvej 49
5500 Middelfart

Central Business Registration No: 35140255

Registered in: Middelfart

Financial year: 01.08.2016 - 31.07.2017

Executive Board

Thomas Mortensen
Jette Nielsen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Egtved Allé 4
6000 Kolding

Statement by Management on the annual report

The Executive Board have today considered and approved the annual report of Moni Worldwide ApS for the financial year 01.08.2016 - 31.07.2017.

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 31.07.2017 and of the results of its operations for the financial year 01.08.2016 - 31.07.2017.

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.

Middelfart, 10.11.2017

Executive Board

Thomas Mortensen

Jette Nielsen

Independent auditor's reports

To the shareholders of Moni Worldwide ApS

Report on extended review of the financial statements

We have performed an extended review of the financial statements of Moni Worldwide ApS for the financial year 01.08.2016 - 31.07.2017. The financial statements, which comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies, 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 FSR – Danish Auditors' Code of Conduct 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 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.

Conclusion

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.07.2017 and of the results of its operations for the financial year 01.08.2016 - 31.07.2017 in accordance with the Danish Financial Statements Act.

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.

Independent auditor's reports

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 the 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.

Kolding, 10.11.2017

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No: 33 96 35 56

Allan Trolle Pedersen
State Authorised Public Accountant
Identification number (MNE) 34339

Management commentary

Primary activities

The Company's activity consists in wholesale of machines and other equipment in both Denmark and abroad.

Development in activities and finances

The profit for the year amounts to DKK 2,632K, which Management considers satisfactory.

The company expects to maintain the current activity level in the coming year.

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 2016/17

	<u>Notes</u>	<u>2016/17</u> <u>DKK</u>	<u>2015/16</u> <u>DKK</u>
Gross profit		5.145.960	5.785.949
Staff costs	1	(1.372.135)	(1.068.211)
Depreciation, amortisation and impairment losses		<u>(154.451)</u>	<u>(71.839)</u>
Operating profit/loss		3.619.374	4.645.899
Other financial income	2	384.611	10.238
Other financial expenses	3	<u>(436.191)</u>	<u>(629.072)</u>
Profit/loss before tax		3.567.794	4.027.065
Tax on profit/loss for the year	4	<u>(803.045)</u>	<u>(896.047)</u>
Profit/loss for the year		<u>2.764.749</u>	<u>3.131.018</u>
Proposed distribution of profit/loss			
Ordinary dividend for the financial year		2.700.000	3.100.000
Retained earnings		<u>64.749</u>	<u>31.018</u>
		<u>2.764.749</u>	<u>3.131.018</u>

Balance sheet at 31.07.2017

	<u>Notes</u>	<u>2016/17</u> <u>DKK</u>	<u>2015/16</u> <u>DKK</u>
Other fixtures and fittings, tools and equipment		246.960	267.953
Leasehold improvements		824.352	181.351
Property, plant and equipment	5	1.071.312	449.304
Deposits		283.500	0
Fixed asset investments	6	283.500	0
Fixed assets		1.354.812	449.304
Manufactured goods and goods for resale		8.323.889	9.153.996
Prepayments for goods		114.120	1.673.125
Inventories		8.438.009	10.827.121
Trade receivables		2.790.555	3.805.249
Other receivables		255.118	122.873
Prepayments		230.342	216.980
Receivables		3.276.015	4.145.102
Cash		2.503.801	2.555.643
Current assets		14.217.825	17.527.866
Assets		15.572.637	17.977.170

Balance sheet at 31.07.2017

	<u>Notes</u>	<u>2016/17</u> <u>DKK</u>	<u>2015/16</u> <u>DKK</u>
Contributed capital		80.000	80.000
Retained earnings		212.228	147.479
Proposed dividend		<u>2.700.000</u>	<u>3.100.000</u>
Equity		<u>2.992.228</u>	<u>3.327.479</u>
Deferred tax		<u>97.828</u>	<u>4.963</u>
Provisions		<u>97.828</u>	<u>4.963</u>
Prepayments received from customers		689.491	7.377.825
Trade payables		4.173.167	2.578.915
Payables to group enterprises		3.787.506	599.637
Income tax payable		710.180	892.631
Other payables		<u>3.122.237</u>	<u>3.195.720</u>
Current liabilities other than provisions		<u>12.482.581</u>	<u>14.644.728</u>
Liabilities other than provisions		<u>12.482.581</u>	<u>14.644.728</u>
Equity and liabilities		<u>15.572.637</u>	<u>17.977.170</u>
Unrecognised rental and lease commitments	7		
Contingent liabilities	8		
Assets charged and collateral	9		

Statement of changes in equity for 2016/17

	Contributed capital DKK	Retained earnings DKK	Proposed dividend DKK	Total DKK
Equity beginning of year	80.000	147.479	3.100.000	3.327.479
Ordinary dividend paid	0	0	(3.100.000)	(3.100.000)
Profit/loss for the year	0	64.749	2.700.000	2.764.749
Equity end of year	80.000	212.228	2.700.000	2.992.228

Notes

	2016/17	2015/16
	DKK	DKK
1. Staff costs		
Wages and salaries	1.180.887	884.974
Pension costs	144.978	154.572
Other social security costs	12.932	13.028
Other staff costs	33.338	15.637
	1.372.135	1.068.211
	2016/17	2015/16
	DKK	DKK
2. Other financial income		
Other interest income	7.150	1.044
Exchange rate adjustments	355.566	0
Other financial income	21.895	9.194
	384.611	10.238
	2016/17	2015/16
	DKK	DKK
3. Other financial expenses		
Financial expenses from group enterprises	65.704	801
Other interest expenses	55.300	12.706
Exchange rate adjustments	0	210.254
Other financial expenses	315.187	405.311
	436.191	629.072
	2016/17	2015/16
	DKK	DKK
4. Tax on profit/loss for the year		
Current tax	710.180	892.631
Change in deferred tax	92.865	3.416
	803.045	896.047

Notes

	Other fixtures and fittings, tools and equipment DKK	Leasehold improve- ments DKK
5. Property, plant and equipment		
Cost beginning of year	347.910	197.838
Additions	86.858	689.601
Cost end of year	434.768	887.439
Depreciation and impairment losses beginning of year	(79.957)	(16.487)
Depreciation for the year	(107.851)	(46.600)
Depreciation and impairment losses end of year	(187.808)	(63.087)
Carrying amount end of year	246.960	824.352

	Deposits DKK
6. Fixed asset investments	
Additions	283.500
Cost end of year	283.500
Carrying amount end of year	283.500

7. Unrecognised rental and lease commitments

The Company has assumed lease obligations which at the balance sheet date DKK 341,844 in the periode of non-terminability. The lease agreements are non-terminable for periods of up to 12 months.

8. Contingent liabilities

The Company participates in a Danish joint taxation arrangement in which JN Middelfart Holding ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from the financial year 2013/14 for income taxes etc for the jointly taxed companies and from 1 July 2012 also for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

Notes

9. Assets charged and collateral

Bank debt is secured by way of a deposited company pledge in the amount of DKK 3,000k nominal in unsecured debt.

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.

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

Income statement

Gross profit or loss

Gross profit or loss comprises revenue 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 income statement when delivery is made to the buyer.

Accounting policies

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

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.

Staff costs

Staff costs comprise salaries and wages as well as social security costs, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment comprise 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 comprise interest income.

Other financial expenses

Other financial expenses comprise interest expenses.

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 JN Middelfart Holding ApS. 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

Property, plant and equipment

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:

Accounting policies

Other fixtures and fittings, tools and equipment	3 years
Leasehold improvements	3 years

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

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.

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.

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.

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity. Extraordinary dividend adopted in the financial year is recognised directly in equity when distributed and disclosed as a separate item in Management's proposal for distribution of profit/loss.

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 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.

Accounting policies

Other financial liabilities

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

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.

Income tax receivable or payable

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