

**ANNUAL REPORT**  
**1 January - 31 December 2016**

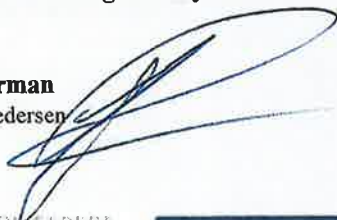
**JAK Business Holding ApS**  
Ryttergårdsvej 3  
7673 Harboøre

CVR nr. 35528652

**Submitter:**  
Sønderup I/S  
Statsautoriserede revisorer  
Jyllandsgade 9  
4100 Ringsted

**Presented and approved at the company's ordinary  
general meeting 30 May 2017**

**Chairman**  
Jan Pedersen



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## Management's Statement on the Annual Report

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The management have today considered and approved the annual report for JAK Business Holding ApS for the financial year 1 January to 31 December 2016.

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

In the managements opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2016 and of its financial performance for the financial year 1 January to 31 December 2016.

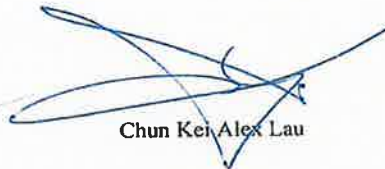
We recommend the annual report for approval at the annual general meeting.

Lemvig, 30 May 2017

**Executive Board**



Jan Pedersen



Chun Kei Alex Lau

# Independent Auditor's Report

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**To the shareholders of JAK Business Holding ApS**

## **Auditor's Report on the Financial Statements**

### **Opinion**

We have audited the Financial Statements of JAK Business Holding ApS for the financial year 1 January - 31 December 2016, which comprise income statement, balance sheet and notes, including a summary of significant accounting policies, for the Company. The Financial Statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the Company's financial position at 31 December 2016 and of the results of the Company's operations for the financial year 1 January - 31 December 2016 in accordance with the Danish Financial Statements Act.

### **Basis for Opinion**

We conducted our audit in accordance with International Standards 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.

### **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 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 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 about 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 applicable in Denmark will always detect a material misstatement when it exists. Misstatements can 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 users of accounting information taken on the basis of these Financial Statements.

## Independent Auditor's Report

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As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism 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 inadequate, 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.

## Independent Auditor's Report

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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.

Ringsted, den 30 May 2017

**SØNDERUP I/S**  
**statsautoriserede revisorer**  
**CVR 31824559**



Ole Rygaard Andersen  
registreret revisor

## Accounting principles applied

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The annual report for JAK Business Holding ApS 2016 has been prepared in accordance with the Danish Financial Statements Act for class B companies.

The income statement is presented by type of expenditure and the balance sheet is presented in account from. The measurement currency used is Danish kroner. All other currencies are considered foreign currency.

The company has, in accordance with the Danish Financial Statements Act § 43A chosen to recognize investments in group companies under the equity method.

The accounting principles were applied consistently with the principles of last year's financial reporting.

### **General information on recognition and measurement**

Income is recognized in the income statement as earned, including any value adjustments of financial assets and liabilities. Furthermore, all costs, including amortisation/depreciation and write-downs, are recognized in the income statement.

Assets are recognized in the balance sheet when it is probable that future economic benefits will flow to the company, and the value of the assets can be measured reliably.

Liabilities are recognized in the balance sheet when it is probable that future economic benefits will flow out of the company, and the value of the liabilities can be measured reliably.

The first recognition measures assets and liabilities at cost. Subsequently, assets and liabilities will be measured individually in respect of each accounting item as described below.

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 statement**

#### **Gross profit**

In pursuance of section 32 (1) of the Danish Financial Statements Act, the first item in the income statement is the gross profit. The item gross profit is the result of revenue, cost of sales, other external cost and other operating income.

#### **Other external costs**

Other external cost comprise costs for administration etc.

## Accounting principles applied

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### **Financial items**

Financial income and expenses are recognized in the income statement with the amounts relating to the financial year. The financial items comprise interest income and expense, realized and unrealized exchange rate, gains and losses resulting from transactions in foreign currencies and surcharges and refunds regarding corporation tax.

### **Tax for the year**

The company is jointly taxed with other group companies. The current corporation tax is divided between the jointly taxed companies pro rata to their taxable incomes. The parent company functions as the management company for the joint taxation and handles the tax payments to the danish tax authorities.

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

### **Balance sheet**

#### **Financial fixed assets**

#### **Investments in group companies and associates**

The proportionate share of the group companies and associated companies are recognized in the income statement. Investments from these companies are recognized in the balance sheet at the proportionate share of the net asset value.

Group companies and associates with negative net asset values are recognized at DKK zero and any receivables from these enterprises are written down by the parent company's share of the negative equity to the extent it is deemed uncollectible. If the negative net book value exceeds the amount owed, the remaining amount is recognized under provisions to the extent that the parent has a legal or constructive obligation to cover the subsidiary's balance sheet.

The total net revaluation of investments in group companies and associates are transferred to reserve for net revaluation according to the equity method under equity. The reserve is reduced by dividend payments to the parent company and by other changes in equity in group companies and associated companies.

Newly acquired or established companies are recognized in the annual report from the acquisition date. Sold or divested companies are included up to the date of disposal.

Surcharge on acquisition of interests in relation to the actual net asset value is considered goodwill. This goodwill is amortized linearly over the estimated service life. The amortization period for goodwill is in the annual report incorporated with 10 years.



## **Accounting principles applied**

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### **Impairment of fixed assets**

The carrying value of investments in subsidiaries are assessed annually for indications of impairment beyond what is expressed by depreciation.

If there are indications of impairment, an impairment test of each asset or group of assets will be made. Impairment will be made to its recoverable amount if this is lower than the carrying value.

### **Receivables**

Receivables are measured at amortized cost, which usually corresponds to the nominal value. Value is reduced by provisions for bad debts.

### **Dividend**

Proposed dividend for the financial year is recognized as a separate component of the equity. Proposed dividends are recognized as a liability at the time of adoption.

### **Tax payable and deferred tax**

Current tax liabilities and current tax assets are recognized in the balance sheet as tax calculated on the taxable income allocated with the current tax rate, and adjusted for tax on prior years taxable income and prepaid taxes.

Deferred tax is measured by the liability method concerning temporary differences between the carrying value and tax value of assets and liabilities, calculated based on the planned use of the assets and settlement of the obligation, respectively.

Deferred tax assets, including the tax value of tax losses allowed for carry-forward, are measured at the value at which the asset is expected to be realisable, either through elimination in tax on future earnings or through offsetting in deferred tax liabilities in the same legal tax unit. Any deferred net tax assets are measured at their net realisation values.

Deferred tax is measured based on the tax rules and tax rates applicable in pursuance of the legislation in force on the balance sheet date when the deferred tax is expected to become payable as current tax. Changes in deferred tax due to change in tax rates is recognized in the income statement.

### **Liabilities**

Other liabilities are measured at amortised cost corresponding to the nominal value.

## Income statement 1 January - 31 December

Note	2016	2015
Gross profit	-8.348	-12.909
Income from investments in group companies	-66.158	43.623
Financial income from group companies	0	9.000
Other financial costs	0	-148
<b>PROFIT/-LOSS BEFORE TAX</b>	<b>-74.506</b>	<b>39.566</b>
Tax for the year	-1.333	863
<b>NET PROFIT/-LOSS FOR THE YEAR</b>	<b>-75.839</b>	<b>40.429</b>
<b>Appropriation of profit</b>		
Retained earnings	-75.839	40.429
<b>Total appropriation</b>	<b>-75.839</b>	<b>40.429</b>

## Balance sheet 31 December

Note	2016	2015
<b>ASSETS</b>		
<b>1. Financial fixed assets</b>		
Investments in group companies	<u>0</u>	<u>66.158</u>
<b>Total financial fixed assets</b>	<u><b>0</b></u>	<u><b>66.158</b></u>
<b>TOTAL FIXED ASSETS</b>	<u><b>0</b></u>	<u><b>66.158</b></u>
Deferred tax assets	<u>0</u>	<u>1.333</u>
<b>Total receivables</b>	<u><b>0</b></u>	<u><b>1.333</b></u>
Cash funds	<u>6.220</u>	<u>4.568</u>
<b>Total cash funds</b>	<u><b>6.220</b></u>	<u><b>4.568</b></u>
<b>TOTAL CURRENT ASSETS</b>	<u><b>6.220</b></u>	<u><b>5.901</b></u>
<b>TOTAL ASSETS</b>	<u><u><b>6.220</b></u></u>	<u><u><b>72.059</b></u></u>

## Balance sheet 31 December

Note	2016	2015
<b>EQUITY AND LIABILITIES</b>		
2. Equity		
Share capital	90.000	90.000
Retained earnings	-104.405	-28.566
<b>TOTAL EQUITY</b>	<b>-14.405</b>	<b>61.434</b>
Suppliers of goods and services	2.000	5.625
Payables to group companies	18.625	5.000
<b>Total short-term liabilities</b>	<b>20.625</b>	<b>10.625</b>
<b>TOTAL LIABILITIES</b>	<b>20.625</b>	<b>10.625</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6.220</b>	<b>72.059</b>
3. Main activity		
4. Contingencies		

## Noter

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	2016	2015
<b>1. Financial fixed assets</b>		
Specification of investments in group companies European Fur Elite ApS, Harboøre, ownership 100%.		
<b>2. Equity</b>		
<b>Share capital</b>		
Beginning of year	90.000	90.000
<b>End of year</b>	<b>90.000</b>	<b>90.000</b>
<b>Retained earnings</b>		
Beginning of year	-28.566	-68.995
Transferred from net profit	-75.839	40.429
<b>End of year</b>	<b>-104.405</b>	<b>-28.566</b>
<b>Dividend</b>		
<b>Equity end of year</b>	<b>-14.405</b>	<b>61.434</b>

### 3. Main activity

The company's main activity consist of beeing a holding company.

### 4. Contingencies

The company has a tax loss. The deferred tax liability associated therewith is not enabled, as it is estimated that it will not be used.

The value of the tax asset amounts to DKK 3.169.

The company is liable for the total tax of jointly taxed Danish companies.