

Rheo Filament ApS

Ved Grænsen 62
2000 Frederiksberg
Central Business Registration No
35872949

Annual report 2016

The Annual General Meeting adopted the annual report on 03.04.2017

Chairman of the General Meeting

Name: Ole Hassager

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Entity details

Entity

Rheo Filament ApS
Ved Grænsen 62
2000 Frederiksberg

Central Business Registration No: 35872949

Registered in: Frederiksberg

Financial year: 01.01.2016 - 31.12.2016

Executive Board

Ole Hassager
Nicolas J. Alvaréz

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
Postboks 1600
0900 København C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Rheo Filament ApS for the financial year 01.01.2016 - 31.12.2016.

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 31.12.2016 and of the results of its operations for the financial year 01.01.2016 - 31.12.2016.

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.

Frederiksberg, 03.04.2017

Executive Board

Ole Hassager

Nicolas J. Alvaréz

The independent auditor's compilation report

To Management of Rheo Filament ApS

We have compiled the financial statements of Rheo Filament ApS for the financial year 01.01.2016 - 31.12.2016 based on the Entity's bookkeeping records and other information Management has provided.

These financial statements comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies.

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist Management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Public Accountants Act and FSR – Danish Auditors' Code of Conduct for professional accountants, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile the financial statements are Management's responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the disclosures Management provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion about whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

København, 03.04.2017

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No: 33963556

Jacob Simonsen
State Authorised Public Accountant

Management commentary

Primary activities

The company's activity is sale and production of knowledge and equipment for measuring material properties and related business.

Development in activities and finances

The annual report represents a profit of DKK 102 thousands, a balance sheet total of DKK 449 thousands and equity capital of DKK 55 thousands.

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

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK'000</u>
Gross profit		122.324	(79)
Other financial income	1	1	0
Other financial expenses	2	<u>(17.615)</u>	<u>(18)</u>
Profit/loss before tax		104.710	(97)
Tax on profit/loss for the year	3	<u>(2.684)</u>	<u>0</u>
Profit/loss for the year		<u>102.026</u>	<u>(97)</u>
Proposed distribution of profit/loss			
Retained earnings		<u>102.026</u>	<u>(97)</u>
		<u>102.026</u>	<u>(97)</u>

Balance sheet at 31.12.2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK'000</u>
Manufactured goods and goods for resale		246.746	197
Inventories		246.746	197
Other receivables		9.957	40
Receivables		9.957	40
Cash		192.107	19
Current assets		448.810	256
Assets		448.810	256

Balance sheet at 31.12.2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK'000</u>
Contributed capital	4	50.000	50
Retained earnings		4.592	(97)
Equity		54.592	(47)
Payables to associates		371.534	282
Income tax payable		2.684	0
Other payables		20.000	21
Current liabilities other than provisions		394.218	303
Liabilities other than provisions		394.218	303
Equity and liabilities		448.810	256

Statement of changes in equity for 2016

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	50.000	(97.434)	(47.434)
Profit/loss for the year	0	102.026	102.026
Equity end of year	50.000	4.592	54.592

Notes

	2016	2015
	DKK	DKK'000
1. Other financial income		
Interest income	1	0
	1	0

	2016	2015
	DKK	DKK'000
2. Other financial expenses		
Financial expenses from associates	14.250	7
Exchange rate adjustments	0	8
Other financial expenses	3.365	3
	17.615	18

	2016	2015
	DKK	DKK'000
3. Tax on profit/loss for the year		
Tax on current year taxable income	2.684	0
	2.684	0

	Number	Par value	Nominal
		DKK	value
			DKK
4. Contributed capital			
Private limited company	500	100	50.000
	500		50.000

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.

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.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables 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 is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Cost of sales

Accounting policies

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.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, net capital gains on securities, payables and transactions in foreign currencies, amortisation of financial assets as well as tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme 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.

Balance sheet

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.

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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

Income tax receivable or payable

Accounting policies

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