

**Sarfatti ApS**  
Vermundsgade 40 B  
2100 København Ø  
Central Business Registration No  
36053038

## **Annual report 2016**

The Annual General Meeting adopted the annual report on 31.05.2017

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

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Name: Alessandro Sarfatti

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## Entity details

### Entity

Sarfatti ApS  
Vermundsgade 40 B  
2100 København Ø

Central Business Registration No: 36053038

Registered in: Copenhagen, Denmark

Financial year: 01.01.2016 - 31.12.2016

### Executive Board

Alessandro Sarfatti, CEO

### Auditors

Deloitte Statsautoriseret Revisionspartnerselskab  
Weidekampsgade 6  
Postboks 1600  
0900 København C

## Statement by Management on the annual report

The Executive Board has today considered and approved the annual report of Sarfatti 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 my 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.

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.

Copenhagen, 31.05.2017

### Executive Board

Alessandro Sarfatti  
CEO

## Independent auditor's reports

### To the shareholders of Sarfatti ApS

#### Report on extended review of the financial statements

We have performed an extended review of the financial statements of Sarfatti ApS for the financial year 01.01.2016 - 31.12.2016. 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 31.12.2016 and of the results of its operations for the financial year 01.01.2016 - 31.12.2016 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.

Copenhagen, 31.05.2017

### **Deloitte**

Statsautoriseret Revisionspartnerselskab

Central Business Registration No: 33963556

Bjørn Winkler Jakobsen

State Authorised Public Accountant

## Management commentary

### Primary activities

The Company's main activity is to own shares in Astep ApS and other related services.

### Development in activities and finances

The result for 2016 shows a loss of DKK 8K, which is considered less 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 2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK'000</u>
Other external expenses		<u>(6.250)</u>	<u>(8)</u>
<b>Operating profit/loss</b>		<b><u>(6.250)</u></b>	<b><u>(8)</u></b>
Other financial income	1	52.488	32
Other financial expenses	2	<u>(54.262)</u>	<u>(32)</u>
<b>Profit/loss before tax</b>		<b><u>(8.024)</u></b>	<b><u>(8)</u></b>
Tax on profit/loss for the year	3	<u>0</u>	<u>(1)</u>
<b>Profit/loss for the year</b>		<b><u>(8.024)</u></b>	<b><u>(9)</u></b>
<b>Proposed distribution of profit/loss</b>			
Retained earnings		<u>(8.024)</u>	<u>(9)</u>
		<b><u>(8.024)</u></b>	<b><u>(9)</u></b>



## Balance sheet at 31.12.2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK'000</u>
Investments in group enterprises		<u>47.500</u>	<u>48</u>
<b>Fixed asset investments</b>	4	<u><b>47.500</b></u>	<u><b>48</b></u>
<b>Fixed assets</b>		<u><b>47.500</b></u>	<u><b>48</b></u>
Receivables from group enterprises		<u>2.318.702</u>	<u>1.261</u>
<b>Receivables</b>		<u><b>2.318.702</b></u>	<u><b>1.261</b></u>
<b>Current assets</b>		<u><b>2.318.702</b></u>	<u><b>1.261</b></u>
<b>Assets</b>		<u><b>2.366.202</b></u>	<u><b>1.309</b></u>

## Balance sheet at 31.12.2016

	<u>Notes</u>	<u>2016 DKK</u>	<u>2015 DKK'000</u>
Contributed capital	5	50.000	50
Retained earnings		(21.346)	(13)
<b>Equity</b>		<u><b>28.654</b></u>	<u><b>37</b></u>
Bank loans		0	1
Trade payables		6.250	7
Payables to group enterprises		12.500	0
Payables to shareholders and management		96	0
<b>Current liabilities other than provisions</b>		<u><b>18.846</b></u>	<u><b>8</b></u>
<b>Liabilities other than provisions</b>		<u><b>2.337.548</b></u>	<u><b>1.272</b></u>
<b>Equity and liabilities</b>		<u><b>2.366.202</b></u>	<u><b>1.309</b></u>
Contingent liabilities	6		

## Statement of changes in equity for 2016

	<b>Contributed capital DKK</b>	<b>Retained earnings DKK</b>	<b>Total DKK</b>
Equity beginning of year	50.000	(13.322)	36.678
Profit/loss for the year	0	(8.024)	(8.024)
<b>Equity end of year</b>	<b>50.000</b>	<b>(21.346)</b>	<b>28.654</b>

## Notes

	<b>2016</b>	<b>2015</b>
	<b>DKK</b>	<b>DKK'000</b>
<b>1. Other financial income</b>		
Financial income arising from group enterprises	51.737	31
Interest income	751	1
	<b>52.488</b>	<b>32</b>

	<b>2016</b>	<b>2015</b>
	<b>DKK</b>	<b>DKK'000</b>
<b>2. Other financial expenses</b>		
Interest expenses	51.737	31
Other financial expenses	2.525	1
	<b>54.262</b>	<b>32</b>

	<b>2016</b>	<b>2015</b>
	<b>DKK</b>	<b>DKK'000</b>
<b>3. Tax on profit/loss for the year</b>		
Change in deferred tax for the year	0	1
	<b>0</b>	<b>1</b>

	<b>Investments in group enterprises DKK</b>
<b>4. Fixed asset investments</b>	
Cost beginning of year	47.500
<b>Cost end of year</b>	<b>47.500</b>
<b>Carrying amount end of year</b>	<b>47.500</b>

	<b>Registered in</b>	<b>Equity inte- rest %</b>	<b>Equity DKK</b>	<b>Profit/loss DKK</b>
Investments in group enterprises comprise:				
Astep ApS	Copenhagen	95,0	(1.939.928)	(2.199.002)

## Notes

	<u>Number</u>	<u>Par value DKK</u>	<u>Nominal value DKK</u>
<b>5. Contributed capital</b>			
Shares	<u>50.000</u>	1	<u>50.000</u>
	<u><b>50.000</b></u>		<u><b>50.000</b></u>

### 6. Contingent liabilities

The Entity serves as an administration company in a Danish joint taxation arrangement. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable from the financial year 2014 for income taxes etc for the jointly taxed entities, also for obligations, if any, relating to the withholding of tax on interest, royalties and dividends for these entities.

Sarfatti ApS has issued a letter of support to its subsidiary Astep ApS. The letter of support runs until the end of the financial year 2016.

## 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

#### 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.

## Accounting policies

### **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**

#### **Investments in group enterprises**

Investments in group enterprises are measured at cost and 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.

#### **Other financial liabilities**

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