

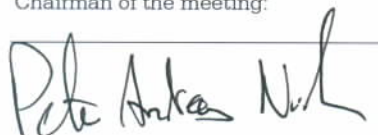
Capital Four Holding A/S

CVR-nr. 36 44 06 78

Annual Report 2015

This annual report has been adopted
at the company's annual general
meeting on, the 11 / 3 2016

Chairman of the meeting:



Company details	3
Statement by the Board of Directors and the Board of Management	4
Independent Auditors' Report	5 - 6
Management's Review	7 - 9
Income Statement	10
Balance Sheet	11
Statement of Changes in Equity and Comprehensive Income	12 - 13
Notes	14 - 30

Company details

Capital Four Holding A/S
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Hjemsted: København
CVR-nr.: 36 44 06 78

Board of Directors

Anne-Mette Beske Nielsen, chairman
Peter Andreas Nielsen
Henrik Østergaard

Board of Management

Sandro Näf

Subsidiaries

Capital Four Management Fondsmæglerselskab A/S
Capital Four AIFM A/S
Capital Four - Strategic Lending Fund GP ApS

Auditors

Ernst & Young Godkendt Revisionspartnerselskab
Osvold Helmuths Vej 4
2000 Frederiksberg

Banks

Jyske Bank A/S

Statement by the Board of Directors and the Board of Management

The Board of Directors and Board of Management have today discussed and approved the Annual Report for the financial year 1 January - 31 December 2015 for Capital Four Holding A/S.

The Annual Report has been prepared in accordance with the Danish Financial Business Act.

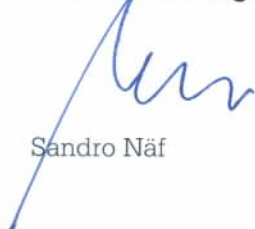
The financial statements gives at true and fair view of the Group's and the Company's assets, liabilities, equity and financial position at 31 December 2015 and of the results of operations for the financial year 1 January - 31 December 2015.

The Management's Review gives a fair review of the development in the Company's operations and financial matters as well as a description of the most material risks and elements of uncertainty that may affect the Company.

We recommend that the Annual Report is approved at the Annual General Meeting.

Copenhagen, 8 March 2016

Board of Management



Sandro Näf

Board of Directors



Anne-Mette Beske Nielsen
Chairman



Peter Andreas Nielsen



Henrik Østergaard

To the shareholders of Capital Four Holding A/S

Independent auditors' report on the financial statements

We have audited the financial statements of Capital Four Holding A/S for the financial year 1 January – 31 December 2015. The financial statements comprise accounting policies, income statement, statement of comprehensive income, balance sheet, statement of changes in equity and notes for the group and the parent company. The consolidated financial statement and the parent company financial statements are prepared in accordance with the Danish Financial Business Act.

Management's responsibility for the financial statements

Management is responsible for the preparation of consolidated financial statements and parent company financial statement that give a true and fair view in accordance with the Danish Financial Business Act and for such internal control that Management determines is necessary to enable the preparation of consolidated financial statements and parent company financial statement that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on the consolidated financial statements and the parent company financial statement 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 consolidated financial statements and the parent company financial statement are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements and the parent company financial statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements and the parent company financial statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the group's and the parent company's preparation of consolidated financial statements and parent company financial statement 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 group's and the parent company 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 consolidated financial statements and the parent company financial statement.

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 consolidated financial statements and the parent company financial statements give a true and fair view of the group's and the parent company's financial position at 31 December 2015 and of the results of the group's and the parent company's operations for the financial year 1 January – 31 December 2015 in accordance with the Danish Financial Business Act.

Statement on the Management's Review

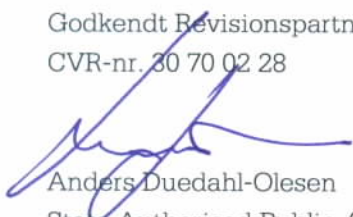
Pursuant to the Danish Financial Business Act, we have read the Management's review. We have not performed any other procedures in addition to the audit of the consolidated financial statements and the parent company financial statements. On this basis, it is our opinion that the information provided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

Copenhagen, 8 March 2016

ERNST & YOUNG

Godkendt Revisionspartnerselskab

CVR-nr. 30 70 02 28



Anders Duedahl-Olesen
State Authorised Public Accountant



Rasmus Berntsen
State Authorised Public Accountant

Company Background

The company was founded in 2014 by an exchange of shares from Capital Four Management Fondsmæglerselskab A/S as of 1st January. The company's principal activities are managing equity investment in wholly-owned subsidiaries, Capital Four Management Fondsmæglerselskab A/S and Capital Four AIFM A/S.

Capital Four (representing Capital Four Holding, Capital Four Management Fondsmæglerselskab A/S and Capital Four Management AIFM A/S) was founded in 2007 on two strategic thrusts: (1) Attractive industry growth of European credit markets; (2) Need for specialist Asset Management expertise to manage credit strategies. The European credit markets have gone through a remarkable growth period during the last two decades. Driven by the introduction of the Euro and thriving Corporate Finance and Private Equity activities, Leveraged Finance (High Yield Bonds & Loans) emerged as a new Asset Class in Europe. Although the recent financial crisis caused new issue High Yield markets to pause, the subsequent changes in regulation have provided a strong backdrop for significant growth of debt capital markets.

The founding partners of Capital Four have been working together for more than 10 years and when Capital Four was founded in 2007, we were recognized pioneers in the European leveraged finance markets. Over the years, deep expertise and skills, combined with relentless focus on credit research, continued to strengthen the quality of our award winning track record. As a result our Assets under Management grew from EUR 644 mill to EUR 6.56 bn. in 2015.

Management's Review

In order to reduce the vulnerability to one particular track record and overall swings in the credit cycle we have developed new strategies to complement our standard High Yield offering. Today Capital Four has four investment strategies with industry leading track records:

- European High Yield
- Leveraged Loans
- Credit Opportunities
- Direct Lending

We achieved excellent investment performance in 2015 in all of our strategies and outperformed both competitors and relevant benchmarks. Driven by the strong performance of recent years and strong demand for higher yielding fixed income strategies, Assets under Management grew by EUR 1.38 bn and reached a record high of EUR 6.56 bn at the end of 2015.

Despite the favorable asset management environment and our industry leading investment result, the challenges of future success are significant. Asset Management is a very competitive industry and in order to be able to ensure positive long-term developments, we need to continuously develop our firm. During 2015 we continued to extend the talent base of our firm and increased the number of employees from 20 to 29. We will continue to add new professionals from leading universities and successful companies to strengthen our organization going forward.

Management and Directorship

For a specification of the individual Board of Directors members' Management and Directorships see note 17 in the Annual Report.

Uncertainty with regard to recognition and measurement

No uncertainty with regard to the recognition and measurement exists apart from what is mentioned under accounting policies, just as no exceptional circumstances affecting the recognition and measurement occurred during the financial year.

Risk Exposure and Management

As a financial institution Capital Four accepts risks of a market related, credit related and operational nature. Management of these risks is a significant activity in the company. Risks are controlled by the company by having updated business procedures, including IT-technology and trading systems ensuring proper management of the company.

Net profit and Equity

Net result for the year shows a net profit of DKK 37,765 K compared to a Net profit of DKK 33,030 K in 2014. Net profit of the year is assessed to be satisfactory.

Distribution to owners for 2015: DKK 33,100 K

After transfer of the net result of the year, the equity is DKK 21,663 K as per 31 December 2015.

Subsequent events

No events have occurred after the balance sheet date which significantly affects the company's financial position as of 31 December 2015.

During January 2016 Capital Four and Northill Capital announced a partnership where Northill will acquire – subject to approval by the Danish FSA - an approximate 60% stake in Capital Four. The transaction solidifies Capital Four as an independent focused credit asset management firm and provides support to Capital Four's future developments. As a result of the transaction, Capital Four introduced a long-term incentive plan for its employees and increased the number of partners from 3 to 6.

Outlook for 2016

The management acknowledges strong growth of Assets under Management in 2015, which had a positive impact on 2015 revenues. For 2016 it is expected that revenues will also be at a high level. There is a risk of High Yield markets to correct and Assets-flows might – as a result – revert. Such developments leave the firm vulnerable to declining revenues (and profit). The current high profit margins and the efforts of the firm to gather Assets under Management in less cyclical strategies will mitigate vulnerability of the firm to the credit cycle.

Board of Directors, proposed dividend

Board of Directors propose a dividend of DKK 10,372 K at the company's general meeting.

Income Statement

Notes	Group		Parent		
	2015 DKK '000	2014 DKK '000	2015 DKK '000	2014 DKK '000	
3	Interest income	0	68	0	0
4	Interest expenses	131	0	0	0
	Net interest income	-131	68	0	0
5	Fees and commissions income	108,327	81,216	0	0
	Paid fees and commissions expenses	-7,869	-4,011	-2	0
	Net interest and fee income	100,327	77,273	-2	0
6	Value adjustments	-64	-98	0	0
7	Staff costs and administrative expenses	-49,834	-33,026	-2,248	-65
	Depreciation and impairment of property, plant and equipment	-901	-357	0	0
	Income from equity investments in subsidiaries	0	0	39,489	33,079
	Profit before tax	49,528	43,792	37,239	33,014
8	Taxes	-11,763	-10,762	526	16
	Profit for the year	37,765	33,030	37,765	33,030
	Comprehensive income	0	0	0	0
	Total Comprehensive income	37,765	33,030	37,765	33,030

Allocation of the result

Proposed dividend	10,372	6,800
Paid, interim dividend	26,300	28,266
Accumulated result	1,093	-2,036
Total allocation	37,765	33,030

Assets		Group		Parent	
		31.12.15 DKK '000	31.12.14 DKK '000	31.12.15 DKK '000	31.12.14 DKK '000
Notes					
	Cash and demand deposits with central banks	12	8	0	0
9	Receivables from credit institutions and central banks	13,402	9,204	361	0
	Bonds at fair value	0	3,000	0	0
10	Equity investments in subsidiaries	50	0	10,864	10,106
11	Other property, plant and equipment	2,873	3,721	0	0
8	Tax assets	218	0	529	16
	Other assets	17,819	11,915	10,372	6,800
	Prepayments	2,846	1,930	0	0
	Total assets	37,220	29,778	22,126	16,922
Liabilities & equity					
	Tax liabilities	0	2,108	0	0
	Other liabilities	15,461	10,693	463	65
	Total liabilities	15,461	12,801	463	65
	Provisions for deferred taxes	96	120	0	0
12	Share capital	600	600	600	600
	Retained earnings	10,691	9,457	10,691	9,457
	Proposed dividend	10,372	6,800	10,372	6,800
	Total equity	21,663	16,857	21,663	16,857
	Total liabilities & equity	37,220	29,778	22,126	16,922
13	Contingent and contractual liabilities				
14	Security provided				
15	Related parties				
16	Capital adequacy requirements				
17	Risk management				
18	Management and Directorship				

Statement of Changes in Equity and Comprehensive Income

Amounts in DKK thousand	Share capital	Premium	Retained earnings	Proposed dividend	Total
Group:					
Formation as of 01.01 14	500	10,093	0	0	10,593
Increase of capital	100	1,400	0	0	1,500
Comprehensive income for the period	0	0	-2,036	35,066	33,030
Transfer	0	-11,493	11,493	0	0
Change in equity, for the period: Distribution to owners	0	0	0	-28,266	-28,266
Equity at 31.12.14	600	0	9,457	6,800	16,857
Formation as of 01.01 15	600	0	9,457	6,800	16,857
Comprehensive income for the period	0	0	1,093	36,672	37,765
Change in equity, for the period: Distribution to owners	0	0	0	-33,100	-33,100
Issue of warrants	0	0	141	0	141
Equity at 31.12.15	600	0	10,691	10,372	21,663

The company has issued 20,337 warrants in April 2015 which gives the right to subscribe for ordinary shares in the company at a given time after the 1st of April 2022.

The exercise price for the issued warrants is equal to the fair market value of the shares of the company on commencement date calculated on the basis of the entreprice value.

Statement of Changes in Equity and Comprehensive Income

Amounts in DKK thousand	Share capital	Premium	Retained earnings	Proposed dividend	Total
Parent:					
Formation as of 01.01.14	500	10,093	0	0	10,593
Increase of capital	100	1,400	0	0	1,500
Comprehensive income for the period	0	0	-2,036	35,066	33,030
Transfer	0	-11,493	11,493	0	0
Change in equity, for the period:					
Distribution to owners	0	0	0	-28,266	-28,266
Equity at 31.12.14	600	0	9,457	6,800	16,857
Formation as of 01.01.15	600	0	9,457	6,800	16,857
Comprehensive income for the period	0	0	1,093	36,672	37,765
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1. Accounting Policies

GENERAL

The annual report is prepared in accordance with the Danish Financial Business Act, the Executive Order on Financial Reports for Credit Institutions and Investment Companies etc.

The accounting policies have been applied consistently with last year.

The company has received the Danish Financial Supervisory Authority's approval to present the annual report in the English language only.

CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements include the parent and any subsidiaries in which the parent, directly or indirectly, holds more than 50% of the voting rights or in which it has a controlling influence through agreements. Enterprises in which the group holds between 20% and 50% of the voting rights and in which it has a substantial, but not controlling influence, are considered associates.

All financial statements used for consolidation are prepared in accordance with the accounting policies of the group.

The consolidated financial statements are prepared by combining the audited financial statements of the parent and its subsidiaries by aggregating uniform items. The consolidation eliminates intercompany income and expenditure, shareholdings, balances and dividends as well as unrealised intercompany gains and losses on inventories and non-current assets.

Newly acquired or newly founded enterprises are recognised in the consolidated financial statements as from the time of acquisition. Divested or discontinued enterprises are recognised in the consolidated income statement up until the time of divestment or discontinuation. Comparative figures are not restated for newly acquired, divested or discontinued enterprises.

Gains or losses on the divestment of subsidiaries and associates are determined as the difference between the disposal consideration and the carrying amount of net assets at the time of divestment, including non-amortised goodwill, as well as the expected costs of divestment or discontinuation.

New enterprises are recognised in accordance with the purchase method, according to which the identifiable assets and liabilities of the newly acquired enterprises are recognised at fair value at the time of acquisition. A provision is made to cover expenses incidental to

decided and announced restructuring in the acquired enterprise in connection with the acquisition. The tax effect of any reassessments is recognised.

Intra-group business combinations

In connection with business combinations such as acquisition and disposal of equity investments, mergers, demergers, addition of assets and exchange of shares, etc., involving enterprises controlled by the parent company, the uniting-of-interests method is used. Differences between the agreed consideration and the carrying amount of the acquired enterprise are recognised in equity. Moreover, comparative figures for previous financial years are restated.

Recognition and measurement in general

In the income statement, income is recognised as earned, including value adjustments of financial assets and liabilities. In the income statement, all expenses, including depreciation and impairment losses, are recognised as well.

In the balance sheet, assets are recognised when the economic benefits are likely to be realised and when the asset value can be measured in a reliable manner. Liabilities are recognised when they are likely to be realised and when they can be measured in a reliable manner. On subsequent recognition, financial assets and liabilities are measured as described below for each specific entry.

For purposes of recognition and measurement, predictable losses and risks which occur before the interim report is presented are taken into consideration.

REPORTING CURRENCY

The Annual Report is presented in Danish kroner.

Foreign currency translation

Transactions in foreign currency are translated into Danish kroner using the exchange rate ruling on the date of the transaction. Receivables and liabilities in foreign currency are translated into Danish kroner at the exchange rates at the balance sheet date. Realised and unrealised exchange gains and losses are recognised in the income statement under net financials.

INCOME STATEMENT

Interest income and fee income

Interest income consists of interest and similar income and will be accrued over the specific periods to which they relate and they will be recognized in the income statement with the amounts related to the specific financial reporting period.

Fees income includes income concerning discretionary capital management at the clients' expense, including administrative fees in particular.

Performance fees are recognized as income when the Company obtains definitive rights to the fee.

Fee and commissions expenses

These includes the company's fees for banks, payments and other charges related to the company's fee income

Translation adjustments

Realised and unrealised capital gains and losses are recognized in the income statement, including any value adjustments of assets and liabilities measured at fair value.

Staff costs and administrative expenses

These include staff, management and administrative expenses, including expenses, related to office rental.

Share-based payment of employees is recognized as an expense in the income statement at the grant date. Similarly, recognition is made by a corresponding increase in other reserves in equity. The share-based payment are measured at fair value at the grant date.

Depreciation

Depreciation of property, plant and equipment aims at systematic depreciation over the expected useful lives of the assets. The following depreciation period is applied by the company:

Fixtures and fittings, tools and equipment:	3-5 years
Leasehold improvements	5 years

Tax

Tax for the year comprises current tax, joint taxation contribution and changes in deferred tax for the year. Tax relating to the profit/loss for the year is recognised in the income statement, and the tax relating to amounts directly recognised in equity is recognised directly in equity.

In connection with the settlement of joint taxation contributions, the current Danish income tax is allocated between the jointly taxed enterprises in proportion to their taxable incomes. This means that enterprises with a tax loss receive joint taxation contributions from enterprises which have been able to use this loss to reduce their own taxable profit.

BALANCE SHEET**Bonds at fair value**

Securities are recognised at fair value. The fair value of listed securities is fixed as the closing price on the balance sheet date. The trading date is used as the date of recognition.

Other property, plant and equipment

Property, plant and equipment comprise leasehold improvements and other fixtures, fittings, tools and equipment. Property, plant and equipment are measured at cost less accumulated depreciation and impairment.

Investments

Equity investments in subsidiaries are measured at cost less any impairment in the balance sheet of the parent.

Equity investments in subsidiaries are recognised in the balance sheet at the proportionate share of the investment in such enterprises adjusted for the remaining value of positive or negative goodwill and unrealised intercompany profits and losses.

The net profit or loss of the subsidiaries is recognised in the income statement as the proportionate share made up of the equity investments.

Impairment of assets

The carrying amount of non-current assets which are not measured at fair value is assessed annually for indications of impairment over and above what is reflected in depreciation/amortisation.

If there are indications of impairment, an impairment test is conducted of individual assets or groups of assets. The assets or groups of assets are impaired to the lower of recoverable amount and carrying amount.

The higher of net selling price and value in use is used as the recoverable amount. The value in use is determined as the present value of expected net cash flows from the use of the asset or group of assets as well as expected net cash flows from the disposal of the asset or group of assets after the expiry of their useful lives.

Other assets

Receivables and receivables related to fees for portfolio management are measured at amortized cost, which usually corresponds to the nominal value. The value is reduced by provisions for bad debts.

Equity and dividend

The proposed dividend for the financial year is recognized as a special item under equity.

Premiums for warrants and the redemption of warrants on the company's shares are recognized as a change in equity in other reserves.

Current and deferred taxes

Current tax payable and receivable is recognized in the balance sheet as tax computed on the basis of the taxable income for the year, adjusted for any tax paid on account.

Provisions for deferred tax are calculated at 23,5% of all temporary differences between carrying amounts and tax values, with the exception of temporary differences occurring at the time of acquisition of assets and liabilities neither affecting the results of operations nor the taxable income.

Deferred tax assets are recognised at the value at which they are expected to be utilised, either through elimination against tax on future earnings or a set-off against deferred tax liabilities.

Other liabilities

Expenses that is not due until subsequent reporting year is recognised under other liabilities.

Financial highlights

The financial highlights have been prepared in accordance with the Danish Financial Supervisory Authority's executive order on financial reports of credit institutions and stockbroker companies.

2. Five year summary (key figures and financial ratios)

Key Figures

Amounts in DKK thousand	2015	2014
Net interest and fee income	100,327	77,273
Value adjustments	-64	-98
Staff costs and administrative expenses	-49,834	-33,026
Profit for the year	37,765	33,033

Amounts in DKK thousand	31.12.15	31.12.14
Equity	21,663	16,857
Total assets	37,220	29,778

Own funds in relation to minimum capital requirement	4,60	4,68
Solvency ratio	36,8%	37,4%
Core capital ratio	36,8%	37,4%
Return on equity before tax	257,2%	259,8%
Return on equity after tax	196,1%	195,9%
Income/cost ratio	1,98	2,31

	Group		Parent	
	2015 DKK '000	2014 DKK '000	2015 DKK '000	2014 DKK '000
3. Interest income				
Receivables from credit institutions and central banks	0	3	0	0
Bonds at fair value	0	60	0	0
Other interest income	0	5	0	0
Total	0	68	0	0

4. Interest expenses

Other interest expenses	131	0	0	0
Total	131	0	0	0

5. Fees and commissions income

Other fees and commissions income	108,327	81,216	0	0
Total	108,327	81,216	0	0

The Company has not distributed net interest and fee income on activity and geographical markets. It is estimated that there is not significant deviation between the activities and geographical areas, and therefore made no segment information.

	Group		Parent	
	2015 DKK '000	2014 DKK '000	2015 DKK '000	2014 DKK '000
6. Value adjustments				
Bonds of fair value	0	-55	0	0
Currency adjustments	-64	-43	0	0
Total	-64	-98	0	0

	Group		Parent	
	2015 DKK '000	2014 DKK '000	2015 DKK '000	2014 DKK '000
7. Salaries and remuneration to the Board of Management, the Board of Directors and employees with influence on risk				
Board of Directors	242	26	0	0
Board of Management, fixed salary	2,042	2,034	0	0
Board of Management, variable salary	0	0	0	0
Salaries and remuneration to the Board of Management, the Board of Directors and employees with influence on risk	2,284	2,060	0	0
Staff salaries	22,700	16,305	0	0
Staff pensions	2,161	1,255	0	0
Social security costs	691	157	0	0
Payroll tax	2,803	2,255	0	0
Total staff costs	30,639	22,032	0	0
Other administrative expenses	19,195	10,994	2,248	65
Total staff costs and administrative expenses	49,834	33,026	2,248	65
Average number of employees in the period	26	17	0	0
Number of employees defined as risktakers:				
Board of Directors	3	3	3	3
Board of Management	1	1	1	1
Total	4	4	4	4

	Group		Parent	
	2015 DKK '000	2014 DKK '000	2015 DKK '000	2014 DKK '000

7. Salaries and remuneration to the Board of Management, the Board of Directors and employees with influence on risk

Audit fee:

Fees for statutory audits of annual accounts	310	311	60	25
Fees for assurance engagements other than audit	75	128	25	0
Fees for tax advisory services	0	0	0	0
Fee for other services	159	56	25	0
Total Audit fee	544	495	110	25

Fee to the Board of Directors of Capital Four Holding A/S are shown in note 18.

There are no pension commitments on the company because the company's pension plan is a defined contribution plan.

The company has no significant risk takers beyond the company's Board of Directors and Board of Management. As the wages in respect to the Board of Directors and Board of Management is specified above. It is chosen not to specify these again under significant risk takers.

	Group		Parent	
	2015 DKK '000	2014 DKK '000	2015 DKK '000	2014 DKK '000
8. Taxes				
Calculated tax for the period	-11,783	-10,608	528	16
Deferred tax, adjustment for the year	24	-148	0	0
Adjustment on tax in respect of previous years	-4	-6	-2	0
Total taxes	-11,763	-10,762	526	16

	Parent	
	2015 DKK '000	2014 DKK '000
The effective tax rate:		
Corporation tax rate in Denmark	23,5%	24,5%
Non-taxable income and non-deductible expenses	-24,9%	-24,6%
Average effective rate of interest	-1,4%	-0,1%

	Group		Parent	
	31.12.15 DKK '000	31.12.14 DKK '000	31.12.15 DKK '000	31.12.14 DKK '000
9. Receivables from credit institutions and central banks				
Receivables from credit institutions on demand	13,402	9,204	361	0
Receivables from credit institutions and central banks, total	13,402	9,204	361	0

10. Equity investments in subsidiaries

Cost as at 01.01.15	0	0	12,093	0
Additions during the year	50	0	50	12,667
Disposals during the period	0	0	0	-574
Costs as at 31.12.15	50	0	12,143	12,093
Revaluations as at 01.01.15	0	0	-1,987	0
Profit for the year	0	0	39,489	33,079
Equity movement	0	0	141	0
Dividend	0	0	-38,922	-35,066
Revaluations as at 31.12.15	0	0	-1,279	-1,987
Carrying amount as at 31.12.15	50	0	10,864	10,106

Subsidiaries:

	Registered Office	Ownership interest
Capital Four Management Fondsmæglerselskab A/S	København	100,00%
Capital Four AIFM A/S	København	100,00%
Capital Four – Strategic Lending Fund GP ApS	København	100,00%

	Group		Parent	
	31.12.15 DKK '000	31.12.14 DKK '000	31.12.15 DKK '000	31.12.14 DKK '000
11. Other property, plant and equipment				
Cost as at 01.01.15	4,358	805	0	0
Additions during the year	53	3,627	0	0
Disposals during the period	0	-74	0	0
Costs as at 31.12.15	4,411	4,358	0	0
Depreciations and impairment losses as at 01.01.15	637	281	0	0
Depreciations during the year	901	356	0	0
Depreciations and impairment losses as at 31.12.15	1,538	637	0	0
Carrying amount as at 31.12.15	2,873	3,721	0	0

12. Equity

The company's share capital consists of A-shares, each of a nominal value of DKK 1,00.

The share capital consists of:

	Nominal value
Share class A	600,000

The company has issued 20,337 warrants as at 31.12.15, which contains the opportunity to acquire shares.

The issued warrants may be exercised at a given time after the 1st of April 2022. The exercise price for the issued warrants is equal to the fair market value of the shares of the company on grant date plus a return at the discount rate, calculated on a yearly basis.

	Group		Parent	
	31.12.15 DKK'000	31.12.14 DKK'000	31.12.15 DKK'000	31.12.14 DKK'000
13. Contingent and contractual liabilities				
Danish guarantee fund for depositors and investors	82	61	0	0
Total guaranties	82	61	0	0
Other commitments				
Rent commitments	5,528	7,587	0	0
Total other commitments	5,528	7,587	0	0

The company is taxed with other group companies, The company is liable from 2014 with the other taxed companies for the total company tax. The total known tax liability for the jointly taxed companies amounts to DKK thousands 0 at the balance sheet date.

The company is jointed registered with other group companies for VAT. The company is liable with the other group companies for the total VAT.

14. Securities provided

The company has per 31st December 2015 not made any pawning or given any form of securities.

15. Related parties

The company has not completed transactions, granted loans, granted mortgage, provided guarantees, for Board of Directors, Board of Management or principal shareholder or with companies outside of the company in which the parties have an interest. Any transactions with related parties are based on market conditions.

Ownership:

The following shareholders have loan registered in the company's register of shareholders as holding more than 5% of the share capital:

- C4 Investor ApS, Hovmarksvej 20, 2920 Charlottenlund
- C4 Acquisition ApS, Højdysevej 7, 4000 Roskilde
- C4 Alsønderup ApS, Gydlandsvej 3, 3400 Hillerød

	Group		Parent	
	31.12.15	31.12.14	31.12.15	31.12.14
	DKK '000	DKK '000	DKK '000	DKK '000

16. Capital adequacy requirements

Capital adequacy requirements according to section 170(3) of Danish Financial Business Act (§ 125(2)):

Total risk exposure	30,700	26,868	21,308	16,906
Solvency requirements, 8% of this	2,456	2,144	1,705	1,352

Own Funds

Equity	21,663	16,857	21,663	16,857
Proposed dividend	-10,372	-6,800	-10,372	-6,800
Own Funds	11,291	10,057	11,291	10,057

17. Risk management

Group

The most important operating risks of the company relates to:

- Loss of customers/assets under management. This risk is minimised through: Contractually fixed minimum maturity periods. Diversification of the customer base.
- Operational errors leading to losses. This risk is minimised through: Business procedures, including up-to-date IT technology and trading systems. Staff training.
- Loss of key staff in the investment area. This risk is minimised through: Contractually fixed non-competition clauses. Increase/diversification of the staff.
- Financial risks (credit and market risks). Deemed to be limited for the company and thus insignificant.

As a financial institution, Capital Four Holding A/S assumes market, credit and operational risks. Risk management constitutes a significant activity in the company. The risks are managed according to guidelines on investments in securities as laid down by the Board of Directors. The risks are limited and primarily relate to investments in mortgage credit bonds.

18. Management and Directorships

Management and Directorships held by the Board of Directors in companies as member of the Board of Management or Board of Directors (Chief Executive Officer (CEO), Chairman (CM), Board member (BM))

Anne-Mette Beske Nielsen, Chairman of the Board

	2015 DKK '000	2014 DKK '000
Directors remuneration, fixed	117	26
Directors remuneration, variable	0	0
Total	117	26

- Capital Four AIFM A/S (CM)
- Capital Four Management Fondsmæglerselskab A/S (CM)

Peter Andreas Nielsen, Board member

	2015 DKK '000	2014 DKK '000
Directors remuneration, fixed	125	0
Directors remuneration, variable	0	0
Total	125	0

- Capital Four Management Fondsmæglerselskab A/S (BM)
- Capital Four AIFM A/S (BM)
- JH Holding, Allerød ApS (BM)

Henrik Østergaard, Board member (No Board of Directors remuneration has been paid for 2015):

- C4 Alsønderup ApS (CEO)
- Capital Four AIFM A/S (BM)
- Capital Four Management Fondsmæglerselskab A/S (BM)
- K/S Sundbyberg, Stockholm (BM)