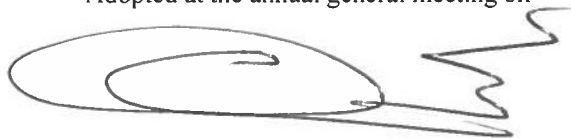


EXCLUSIVE NETWORKS DENMARK A/S
c/o International House, Room 225,
Center Boulevard 5,
2300 København S

Annual report for 2016

Adopted at the annual general meeting on

A handwritten signature in black ink, consisting of a large, stylized 'O' followed by a series of loops and a jagged end.

Olivier Breitmayer
Chairman

CVR-nr. 36 47 92 13

CONTENTS

Page

Statements

Statement by Management on the annual report

3

Independent auditor's report

4

Management's review

Company details

7

Management's review

8

Financial statements

Accounting policies

9

Income statement 1 January - 31 December

12

Balance sheet 31 December

13

Notes to the annual report

15

STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The Executive and Supervisory Boards have today discussed and approved the annual report of Exclusive Networks Denmark A/S for the financial year 1 January - 31 December 2016.

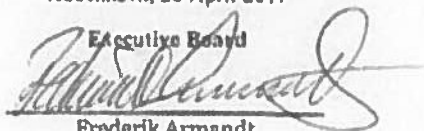
The annual report has been prepared in accordance with the Danish Financial Statements Act.


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 the Company's operations for the financial year 1 January - 31 December 2016.


In our opinion, Management's review includes a fair review of the matters dealt with in the Management's review

We recommend the adoption of the annual report at the annual general meeting.

Copenhagen, 28 April 2017

Executive Board

Frederik Armandt
adm. direktør


Mr. Olivier Breitmayer
Chairman

Supervisory Board

Mr. Philippe Sanchez


Mr. Frederik Armandt

INDEPENDENT AUDITOR'S REPORT

To the shareholders of Exclusive Networks Denmark A/S

Opinion

We have audited the financial statements of Exclusive Networks Denmark A/S for the financial year 1 January - 31 December 2016, which comprise an income statement, balance sheet and notes, including a summary of significant accounting policies. The financial statements are prepared under 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 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 taken on the basis of these Financial Statements

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:

INDEPENDENT AUDITOR'S REPORT

- 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.

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.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

INDEPENDENT AUDITOR'S REPORT

Based on the work we have performed, we conclude that Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of Management's Review.

København, 28 April 2017

BDO KØBENHAVN
Statsautoriseret Revisionsaktieselskab
CVR-nr. 20 22 26 70



Ole C. K. Nielsen
statsautoriseret revisor
(State-authorized public accountant)

COMPANY DETAILS

The Company	Exclusive Networks Denmark A/S c/o International House, Room 225 Center Boulevard 5 2300 København S Website: http://www.exclusive-networks.dk/ CVR no.: 36 47 92 13 Reporting period: 1 January - 31 December Incorporated: 5. January 2015 Domicile: København
Supervisory Board	Olivier Breittmayer, Chairman, Chairman Philippe Sanchez Fredrik Armandt
Executive Board	Frederik Armandt, adm. direktør
Auditors	BDO København Statsautoriseret Revisionsaktieselskab Havneholmen 29 2100 København V

MANAGEMENT'S REVIEW

Business activities

The company's objective is to operate the sale of IT equipment, security related products services thereto and to carry on other related activities.

Business review

The Company's income statement for the year ended 31 December shows a loss of DKK 1.081.501, and the balance sheet at 31 December 2016 shows negative equity of DKK 636.476. The management expects to reestablish equity the following years by profits from operations. Based on the managements expectations the annual report is presented under the assumption of going concern

The financing of the current operations is guaranteed by the parent company, which has occurred in 2017

Significant events occurring after end of reporting period

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

ACCOUNTING POLICIES

The annual report of Exclusive Networks Denmark A/S for 2016 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied are consistent with those of last year.

The annual report for 2016 is presented in DKK

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the company's and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow from the company's and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any instalments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report are presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue, changes in inventories of finished goods and work in progress and other operating income less raw materials and consumables and other external expenses.

Revenue

Income from the sale of goods for resale and finished goods is recognised in the income statement, provided that the transfer of risk, usually on delivery to the buyer, has taken place and that the income can be measured reliably and is expected to be received.

ACCOUNTING POLICIES

Revenue is measured at the fair value of the agreed consideration, excluding VAT and other indirect taxes. Revenue is net of all types of discounts granted.

Other external expenses

Other external expenses include expenses related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise the year's amortisation, depreciation and impairment of intangible assets and property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Net financials include interest income and expenses, foreign currency transactions, and allowances under the advance-payment-of-tax scheme, etc.

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, including changes arising from changes in tax rates, is recognised in the income statement as regards the portion that relates to entries directly in equity.

Balance sheet

Tangible assets

Items of Land and buildings, plant and machinery and fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

The depreciable amount is cost less the expected residual value at the end of the useful life. Land is not depreciated.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use. The cost of self-constructed assets comprises direct and indirect costs of materials, components, sub-suppliers and wages.

Straight-line depreciation is provided on the basis of the following estimated useful lives of the assets:

ACCOUNTING POLICIES

Other fixtures and fittings, tools and equipment 3 years

Stocks

Stocks are measured using the FIFO method. Where the net realisable value is lower than the cost, inventories are recognised at this lower value.

The cost of goods for resale, raw materials and consumables comprises the purchase price plus delivery costs.

The net realisable value of stocks is calculated as the selling price less costs of completion and expenses incurred to effect the sale. The net realisable value is determined taking into account marketability, obsolescence and expected selling price movements.

Receivables

Receivables are measured at amortised cost.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively.

Liabilities

Financial liabilities also include the capitalised residual finance lease commitment.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign-exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses. If foreign currency transactions are considered cash flow hedges, the value adjustments are taken directly to equity.

INCOME STATEMENT 1 JANUARY - 31 DECEMBER

	Note	2016 DKK	2015 TDKK
GROSS PROFIT		3.623.356	2.957
Staff costs	1	-4.598.475	-2.990
Depreciation		-36.142	-35
PROFIT/LOSS BEFORE FINANCIAL INCOME AND EXPENSES		-1.011.261	-68
Financial income		686.251	641
Financial costs	2	-756.491	-639
PROFIT/LOSS BEFORE TAX		-1.081.501	-66
Tax on profit/loss for the year	3	0	11
Net profit/loss for the year		-1.081.501	-55
Retained earnings		-1.081.501	-55
		-1.081.501	-55

BALANCE SHEET 31 DECEMBER

	Note	2016 DKK	2015 TDKK
ASSETS			
Other fixtures and fittings, tools and equipment		63.048	76
Tangible assets	4	63.048	76
Deposits	5	38.115	25
Fixed asset investments		38.115	25
FIXED ASSETS TOTAL		101.163	101
Commodities		1.077.019	146
Stocks		1.077.019	146
Trade receivables		23.529.338	10.990
Receivables from group companies		172.133	0
Deferred tax asset		11.426	11
Prepayments		7.604	26
Receivables		23.720.501	11.027
Cash at bank and in hand		4.287.301	1.964
CURRENT ASSETS TOTAL		29.084.821	13.137
ASSETS TOTAL		29.185.984	13.238

BALANCE SHEET 31 DECEMBER

	Note	2016 DKK	2015 TDKK
LIABILITIES AND EQUITY			
Share capital		500.000	500
Retained earnings		-1.136.475	-55
Equity	6	-636.475	445
Trade payables		22.012.830	8.897
Payables to group companies		429.842	396
Other payables		7.379.787	3.500
Short-term debt		29.822.459	12.793
DEBT TOTAL		29.822.459	12.793
LIABILITIES AND EQUITY TOTAL		29.185.984	13.238
Uncertainty about the continued operation (going concern)	7		
Rental agreements and lease commitments	8		
Related parties and ownership	9		

NOTES

	<u>2016</u>	<u>2015</u>
	DKK	TDKK
1 STAFF COSTS		
Wages and salaries	4.077.769	2.627
Pensions	443.994	336
Other social security costs	34.829	10
Other staff costs	41.883	17
	<u>4.598.475</u>	<u>2.990</u>
Average number of employees	<u>3</u>	<u>5</u>
2 FINANCIAL COSTS		
Financial expenses, group entities	12.000	8
Other financial costs	3.854	42
Exchange loss	740.637	589
	<u>756.491</u>	<u>639</u>
3 TAX ON PROFIT/LOSS FOR THE YEAR		
Deferred tax for the year	<u>0</u>	<u>-11</u>
	<u>0</u>	<u>-11</u>

NOTES

4 TANGIBLE ASSETS

	<u>Other fixtures and fittings, tools and equipment</u>
Cost at 1 January 2016	110.734
Additions for the year	<u>23.695</u>
Cost at 31 December 2016	<u>134.429</u>
Impairment losses and depreciation at 1 January 2016	35.239
Depreciation for the year	<u>36.142</u>
Impairment losses and depreciation at 31 December 2016	<u>71.381</u>
Carrying amount at 31 December 2016	<u><u>63.048</u></u>

5 FIXED ASSET INVESTMENTS

	<u>Deposits</u>
Cost at 1 January 2016	24.900
Additions for the year	<u>13.215</u>
Cost at 31 December 2016	<u>38.115</u>
Carrying amount at 31 December 2016	<u><u>38.115</u></u>

NOTES

6 EQUITY

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2016	500.000	-54.974	445.026
Net profit/loss for the year	<u>0</u>	<u>-1.081.501</u>	<u>-1.081.501</u>
Equity at 31 December 2016	<u><u>500.000</u></u>	<u><u>-1.136.475</u></u>	<u><u>-636.475</u></u>

The share capital consists of 5.000 shares of a nominal value of DKK 500.000. No shares carry any special rights. There have been no changes in the share capital since the beginning.

7 UNCERTAINTY ABOUT THE CONTINUED OPERATION (GOING CONCERN)

The company has lost the equity. The management expects to reestablish equity the following years by profits from operations. The financing of the current operations is guaranteed by the parent company, which has occurred in 2017. Based on the management's expectations the annual report is presented under the assumption of going concern.

8 RENTAL AGREEMENTS AND LEASE COMMITMENTS

The company rental commitments amounting to DKK 76,230.

The company has a lease agreement for 3 months. The remaining lease obligation represents DKK 38,115.

9 RELATED PARTIES AND OWNERSHIP

Controlling interest

Exclusive Networks SAS
20 quai du Point du Jour
92100 Boulogne
Billancourt, France

Other related parties

Senteq AB
Generalsvagen 129
18452 Osterskar
Sweden