
CMNRE
Finsensvej HoldCo ApS

c/o Keystone Investment Management A/S,
Havnegade 39, DK-1058 Copenhagen K

**Annual Report for 1 January -
31 December 2016**

CVR No 36 70 37 09

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
12/5 2017

Morten Sennecker Schultz
Chairman



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Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of CMNRE Finsensvej HoldCo ApS for the financial year 1 January - 31 December 2016.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2016 of the Company and of the results of the Company operations for 2016.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 12 May 2017

Executive Board

Morten Sennecker Schultz
CEO

Board of Directors

Torsten Bjerregaard
Chairman

Juha Matti Salokoski

Mika Markus Matikainen

Morten Sennecker Schultz

Independent Auditor's Report

To the Shareholders of CMNRE Finsensevej HoldCo ApS

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company 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.

We have audited the Financial Statements of CMNRE Finsensevej HoldCo ApS for the financial year 1 January - 31 December 2016, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the Financial Statements").

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.

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 Financials Statements Act.

Based on the work we have performed, in our view, Management's Review 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 in Management's Review.

Independent Auditor's Report

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 judgement and maintain professional scepticism 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.

Independent Auditor's Report

- 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.

Hellerup, 12 May 2017

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Jesper Wiinholt
State Authorized Public Accountant

Maj-Britt Nørskov Nannestad
State Authorized Public Accountant

Company Information

The Company

CMNRE Finsensvej HoldCo ApS
c/o Keystone Investment Management A/S
Havnegade 39
DK-1058 Copenhagen K

CVR No: 36 70 37 09
Financial period: 1 January - 31 December
Incorporated: 3 April 2015
Financial year: 2nd financial year
Municipality of reg. office: Copenhagen

Board of Directors

Torsten Bjerregaard, Chairman
Juha Matti Salokoski
Mika Markus Matikainen
Morten Sennecker Schultz

Executive Board

Morten Sennecker Schultz, CEO

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Management's Review

Financial Statements of CMNRE Finsensvej HoldCo ApS for 2016 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

Main activity

The purpose of the Company is to invest in subsidiaries, which acquire and run real estate properties.

Development in the year

The income statement of the Company for 2016 shows a profit of DKK 22,296,627, and at 31 December 2016 the balance sheet of the Company shows equity of DKK 42,809,988.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Income Statement 1 January - 31 December

	Note	2016 DKK	2015 DKK
Income from investments in subsidiaries	1	22.350.141	2.914.980
Other external expenses		-67.638	0
Gross profit/loss		22.282.503	2.914.980
Profit/loss before financial income and expenses		22.282.503	2.914.980
Other financial income	2	746.340	545.643
Other financial expenses	3	-747.255	-545.643
Profit/loss before tax		22.281.588	2.914.980
Tax on profit/loss for the year	4	15.039	0
Net profit/loss for the year		22.296.627	2.914.980

Distribution of profit

Proposed distribution of profit

Reserve for net revaluation under the equity method	22.350.141	2.914.980
Retained earnings	-53.514	0
	22.296.627	2.914.980
Extraordinary dividend after year end	40.702.380	0

Balance Sheet 31 December

Assets

	Note	2016 DKK	2015 DKK
Investments in subsidiaries	5	42.813.502	20.463.361
Receivables from group enterprises		0	13.089.168
Fixed asset investments		42.813.502	33.552.529
Fixed assets		42.813.502	33.552.529
Corporation tax		15.039	0
Receivables		15.039	0
Cash at bank and in hand		81.447	50.000
Currents assets		96.486	50.000
Assets		42.909.988	33.602.529

Balance Sheet 31 December

Liabilities and equity

	Note	2016 DKK	2015 DKK
Share capital		51.000	51.000
Reserve for net revaluation under the equity method		25.265.121	2.914.980
Retained earnings		17.493.867	17.547.381
Equity	6	42.809.988	20.513.361
Payables to group enterprises		0	12.958.277
Payables to associates		0	130.891
Long-term debt	7	0	13.089.168
Payables to group enterprises	7	100.000	0
Short-term debt		100.000	0
Debt		100.000	13.089.168
Liabilities and equity		42.909.988	33.602.529

Statement of Changes in Equity

	Share capital	Reserve for net revaluation under the equity method	Retained earnings	Total
	DKK	DKK	DKK	DKK
Equity at 1 January	51.000	2.914.980	17.547.381	20.513.361
Net profit/loss for the year	0	22.350.141	-53.514	22.296.627
Equity at 31 December	51.000	25.265.121	17.493.867	42.809.988

Notes to the Financial Statements

	<u>2016</u>	<u>2015</u>
	DKK	DKK
1 Income from investments in subsidiaries		
Share of profits of subsidiaries	<u>22.350.141</u>	<u>2.914.980</u>
	<u>22.350.141</u>	<u>2.914.980</u>
2 Other financial income		
Interest received from group enterprises	<u>746.340</u>	<u>545.643</u>
	<u>746.340</u>	<u>545.643</u>
3 Other financial expenses		
Interest paid to group enterprises	738.876	540.187
Interest paid to associates, Keystone	7.464	5.456
Other financial expenses	<u>915</u>	<u>0</u>
	<u>747.255</u>	<u>545.643</u>
4 Tax on profit/loss for the year		
Current tax for the year	<u>-15.039</u>	<u>0</u>
	<u>-15.039</u>	<u>0</u>

Notes to the Financial Statements

	2016 DKK	2015 DKK
5 Investments in subsidiaries		
Cost at 1 January	17.548.381	0
Additions for the year	<u>0</u>	<u>17.548.381</u>
Cost at 31 December	<u>17.548.381</u>	<u>17.548.381</u>
Value adjustments at 1 January	2.914.980	0
Net profit/loss for the year	<u>22.350.141</u>	<u>2.914.980</u>
Value adjustments at 31 December	<u>25.265.121</u>	<u>2.914.980</u>
Carrying amount at 31 December	<u>42.813.502</u>	<u>20.463.361</u>

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Votes and ownership
CMNRE Finsensevej PropCo ApS	Copenhagen	51.000	100%

6 Equity

The share capital is broken down as follow:

	Number	Nominal value DKK
A-shares	45.900	45.900
B-shares	5.100	<u>5.100</u>
		<u>51.000</u>

Notes to the Financial Statements

7 Long-term debt

Payments due within 1 year are recognised in short-term debt. Other debt is recognised in long-term debt.

The debt falls due for payment as specified below:

	<u>2016</u> DKK	<u>2015</u> DKK
Payables to group enterprises		
After 5 years	<u>0</u>	<u>12.958.277</u>
Long-term part	0	12.958.277
Other short-term debt to group enterprises	<u>100.000</u>	<u>0</u>
	<u>100.000</u>	<u>12.958.277</u>
Payables to associates		
Between 1 and 5 years	<u>0</u>	<u>130.891</u>
Long-term part	0	130.891
Within 1 year	<u>0</u>	<u>0</u>
	<u>0</u>	<u>130.891</u>

Notes, Accounting Policies

Basis of Preparation

The Annual Report of CMNRE Finsensvej HoldCo ApS for 2016 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The order of the items of the income statement differs from the format prescribed by the Danish Financial Statements Act as the order has been adjusted to the nature of the Company's activities.

The accounting policies applied remain unchanged from last year.

Financial Statements for 2016 are presented in DKK.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, 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 out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Notes, Accounting Policies

Income Statement

Other external expenses

Other external expenses comprise expenses for premises, sales and distribution as well as office expenses, etc.

Income from investments in subsidiaries

The item "Income from investments in subsidiaries" in the income statement includes the proportionate share of the profit for the year.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with wholly owned Danish and foreign subsidiaries. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Balance Sheet

Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The items "Investments in subsidiaries" in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised intercompany profits or losses and with addition of any remaining value of positive differences (goodwill) and deduction of any remaining value of negative differences (negative goodwill).

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to "Reserve for net revaluation under the equity method" under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in subsidiaries.

Notes, Accounting Policies

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts

Other debts are measured at amortised cost, substantially corresponding to nominal value.