

statsautoriseret revisionsfirma
Stationspladsen 1 og 3
3000 Helsingør
CVR nr. 30 19 52 64

Tlf. 4921 8700
Fax 4921 8750
www.kallermann.dk

Dalter Nordic ApS

Stationspladsen 3
3000 Helsingør

CVR no. 36 95 72 20

Annual report 2018

The annual report has been presented and approved on the Company's ordinary general meeting on ^{29/4-2019}



Chairman of general meeting



Morison KSi
independent member

CONTENTS

	<u>Page</u>
Company details	1
Statement by Management on the annual report	2
Independent auditor's report	3 - 5
Management's review	6
Accounting policies	7 - 8
Income statement for 2018	9
Balance of 31 December 2018	10
Statement of changes in equity for 2018	11
Notes	12

COMPANY DETAILS

Reporting entity	Dalter Nordic ApS Stationspladsen 3 3000 Helsingør
	CVR no.: 36 95 72 20
	Reporting period: 1 January 2018 - 31 December 2018
Executive Board	Alberto Viappiani Stefano Ricotti
Company auditors	Kallermann Revision A/S - statsautoriseret revisionsfirma Stationspladsen 1 og 3 3000 Helsingør
	CVR no.: 30 19 52 64

STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The Executive Board have today considered and approved the annual report for the financial year 1 January - 31 December 2018 for Dalter Nordic ApS.

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 Company's financial position at 31 December 2018 and of its financial performance for the financial year 1 January - 31 December 2018.

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.

Italy, 3 April 2019

Executive board

✓ Alberto Viappiani
Alb. Viappiani

✓ Stefano Ricotti
Stefano Ricotti

INDEPENDENT AUDITOR'S REPORT

To the shareholders of Dalter Nordic ApS

Opinion

We have audited the Financial Statements of Dalter Nordic ApS for the financial year 1 January - 31 December 2018, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Company. The Financial Statements are 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 2018 and of the result of the Company's operations for the financial year 1 January - 31 December 2018 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 rules and requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter

Without modifying our opinion, we inform you, that the Company has lost its equity and is covered by the rules concerning loss of capital, company law section 119. We refer to note 1 in the annual report from which it appears, that the allied company has provided financial support and will maintain this support in the coming financial year.

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.

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 Responsibility 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 of accounting information 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:

- 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

INDEPENDENT AUDITOR'S REPORT

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.

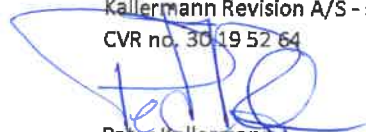
INDEPENDENT AUDITOR'S REPORT

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.

Elsinore, 3 April 2019

Kallermann Revision A/S - statsautoriseret revisionsfirma

CVR no. 30 19 52 64



Peter Kallermann

State Authorized Public Accountant

MNE no.: mne8285

MANAGEMENT'S REVIEW

Primary activities

The Company's business is import and sale of dairy products and other food.

Uncertainty relating to recognition and measurement

The financial report is not affected by uncertainty in recognition and measurement.

Development in activities and finances

The result for the year shows a loss of 141.018 DKK, which is considered to be unsatisfactory. The equity amounts to -1.154.705 DKK at 31 December 2018.

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.

ANNUAL REPORT

ACCOUNTING POLICIES

This annual report of Dalter Nordic ApS for 2018 has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with additional choice of a few rules from class C enterprises.

The accounting policies applied for these financial statements are consistent with those applied last year.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognized in the Income statement as financial income or expenses.

Receivables, payables and other monetary items denominated in foreign currencies are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date or the rate at the balance sheet date are recognized in the income statement as financial income or financial expenses.

Long-term assets purchased in foreign currency are translated at the exchange rate at the transaction date.

INCOME STATEMENT

Revenue

Revenue from sales of commodities and end products, which comprise cheese, is recognized in the income statement provided that delivery and transfer of risk to the buyer has taken place before year end and that the income can be reliably measured and is expected to be received. The time for transfer of the most significant advantages and risks is based on the standardized delivery terms based on Incoterms(R) 2010. Revenue from sales of goods, where delivery on buyer's request is postponed, is recognized in the income, when the ownership of the goods passes to buyer.

Revenue is measured to fair value of the agreed fee ex. VAT and taxes charged on behalf of third parties. All discounts granted in connection with the sale are recognized in the revenue.

Gross profit (loss)

With reference to the Danish Financial Statements Act section 32 revenue with deduction of cost of sales and external cost is condensed into one item called gross profit.

External expenses

Administrative costs comprise expenses incurred during the year for Group management and administration, including expenses for administrative staff, office premises and office expenses, and depreciation.

Financial income and expenses

Financial income and expenses comprise interest income and expense, leasing costs, gains and losses on securities, payables and transactions denominated in foreign currencies, amortisation of financial assets and liabilities as well as surcharges and refunds under the on-account tax scheme, etc.

Income tax

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognized in the income statement by the portion attributable to the profit for the year and recognized directly in equity by the portion attributable to entries directly in equity. The tax expense relating to the profit/loss for the year is recognized in the income statement, and the tax expense relating to changes directly recognized in equity is recognized directly in equity.

ANNUAL REPORT**ACCOUNTING POLICIES****BALANCE SHEET****Equipment**

Fixtures and fittings, tools and equipment and computer systems are measured at cost less accumulated depreciation and impairment losses.

The basis of depreciation is cost less estimated residual value after the end of useful life.

Cost comprises the acquisition price and costs directly attributable to the acquisition until the time when it is ready to be put into operation.

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

Other fixtures and fittings, tools and equipment, 5 years

Assets with a cost price under the tax limit concerning accelerated depreciation of small assets are recognised as costs in the income statement in the acquisition year.

Tax payables and deferred tax

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognized on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income.

Deferred tax is measured on basis of the tax rules and tax rates, which are valid according to the legislation on the balance sheet date, when deferred tax is expected to become actual tax. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on the planned use of the asset or settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognized under other non-current assets at the expected value of their utilisation; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity and jurisdiction.

Current tax receivable and payable is recognized in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account. Allowances under the tax prepayment scheme are included in the income statement as financial items.

Liabilities other than provisions

Financial liabilities are measured at net realisable value.

ANNUAL REPORT

INCOME STATEMENT FOR 2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
Gross loss		-115.769	363.166
Staff costs	2	0	-238.103
Depreciation, amortisation and impairment losses		-3.358	-24.346
Other operating expenses		0	-6.333
Profit (loss) from ordinary operating activities		-119.127	94.384
Financial expenses		-60.891	-38.694
Profit (loss) from ordinary activities before tax		-180.018	55.690
Tax	3	39.000	-12.000
PROFIT/LOSS FOR THE YEAR		-141.018	43.690
Proposed distribution of results:			
Retained earnings		-141.018	43.690
		-141.018	43.690

ANNUAL REPORT

BALANCE OF 31 DECEMBER 2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
ASSETS			
Fixtures, fittings, tools and equipment		0	3.358
Property, plant and equipment	4	<u>0</u>	<u>3.358</u>
FIXED ASSETS		<u>0</u>	<u>3.358</u>
Trade receivables		2.846.623	2.445.585
Current deferred tax assets		337.000	298.000
Receivables		<u>3.183.623</u>	<u>2.743.585</u>
Cash and cash equivalents		<u>252.564</u>	<u>221.388</u>
CURRENT ASSETS		<u>3.436.187</u>	<u>2.964.973</u>
ASSETS		<u>3.436.187</u>	<u>2.968.331</u>
EQUITY AND LIABILITIES			
Contributed capital		50.000	50.000
Retained earnings		-1.204.705	-1.063.687
EQUITY		<u>-1.154.705</u>	<u>-1.013.687</u>
Payables to group enterprises		1.000.000	1.000.000
Long-term liabilities other than provisions		<u>1.000.000</u>	<u>1.000.000</u>
Trade payables		1.080.031	616.947
Payables to group enterprises		2.037.040	1.814.033
Other payables		428.662	506.173
Deferred income		45.159	44.865
Short-term liabilities other than provisions		<u>3.590.892</u>	<u>2.982.018</u>
LIABILITIES OTHER THAN PROVISIONS		<u>4.590.892</u>	<u>3.982.018</u>
EQUITY AND LIABILITIES		<u>3.436.187</u>	<u>2.968.331</u>
Uncertainties relating to going concern	1		
Contingent liabilities	5		
Mortgages and collaterals	6		

ANNUAL REPORT

STATEMENT OF CHANGES IN EQUITY FOR 2018

	2018	2017
	DKK	DKK
Contributed capital:		
Capital, 1 January 2018	50.000	52.000
Decrease of equity through corrections of errors	0	-2.000
Capital, 31 December 2018	50.000	50.000
Retained earnings:		
Retained earnings, 1 January 2018	-1.063.687	-1.109.377
Increase of equity through corrections of errors	0	2.000
Increase	0	43.690
Decrease	-141.018	0
Retained earnings, 31 December 2018	-1.204.705	-1.063.687
Equity, 31 December 2018	-1.154.705	-1.013.687

ANNUAL REPORT

NOTES

1. Uncertainties relating to going concern

The Company has lost its equity and is financed by a loan from the allied company. The allied company has declared that it will not demand reimbursement of the loan in the coming financial year. Therefore, the annual report is presented according to the going concern principles.

	2018 DKK	2017 DKK
2. Staff costs		
Wages and salaries	0	237.106
Social security contributions	0	967
Other employee expense	0	30
Employee benefits expense	0	238.103
Average number of employees	0	1
3. Tax		
Current tax expense	0	0
Adjustments for deferred tax	-39.000	12.000
Tax expense on ordinary activities	-39.000	12.000
4. Equipment		
Fixtures, fittings, tools and equipment:		
Cost, 1 January 2018	8.395	348.395
Disposals	0	-340.000
Cost, 31 December 2018	8.395	8.395
Accumulated depreciation, 1 January 2018	-5.037	-139.358
Depreciation	-3.358	-24.346
Impairment losses and depreciation of disposed property, plant and equi	0	158.667
Accumulated depreciation, 31 December 2018	-8.395	-5.037
Fixtures, fittings, tools and equipment, 31 December 2018	0	3.358
5. Contingent liabilities		
None.		
6. Mortgages and collaterals		
None.		