

Dry Mix Solutions ApS Denmark

Industrivej 20 B, 8800 Viborg

Company reg. no. 36 97 23 78

Annual report

1 January - 31 December 2016

The annual report have been submitted and approved by the general meeting on the 28 April 2017.

Eric Bergé
Chairman of the meeting

Notes:

- To ensure the greatest possible applicability of this document, British English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

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Management's report

The managing director has today presented the annual report of Dry Mix Solutions ApS Denmark for the financial year 1 January to 31 December 2016.

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

I consider the accounting policies used appropriate, and in my opinion the annual accounts provide a true and fair view of the company's assets and liabilities and its financial position as on 31 December 2016 and of the company's results of its activities in the financial year 1 January to 31 December 2016.

I am of the opinion that the management's review includes a fair description of the issues dealt with.

The annual report is recommended for approval by the general meeting.

Viborg, 24 April 2017

Managing Director

Eric Bergé

Independent auditor's report

To the shareholder of Dry Mix Solutions ApS Denmark

Opinion

We have audited the annual accounts of Dry Mix Solutions ApS Denmark for the financial year 1 January to 31 December 2016, which comprise accounting policies used, profit and loss account, balance sheet and notes. The annual accounts are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the annual accounts give a true and fair view of the company's assets, liabilities and financial position at 31 December 2016 and of the results of the company's operations for the financial year 1 January to 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 and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the below section "Auditor's responsibilities for the audit of the annual accounts". We are independent of the company in accordance with international ethics standards for accountants (IESBA's Code of Ethics) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these standards and requirements. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

The management's responsibilities for the annual accounts

The management is responsible for the preparation of annual accounts that give a true and fair view in accordance with the Danish Financial Statements Act. The management is also responsible for such internal control as the management determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the management is responsible for evaluating the company's ability to continue as a going concern, and, when relevant, disclosing matters related to going concern and using the going concern basis of accounting when preparing the annual accounts, unless the management either intends to liquidate the company or to cease operations, or if it has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the annual accounts

Our objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report including an opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with international standards on auditing and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements may arise due to fraud or error and may be considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions made by users on the basis of the annual accounts

Independent auditor's report

As part of an audit conducted in accordance with international standards on auditing and the additional requirements applicable in Denmark, we exercise professional evaluations and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement in the annual accounts, whether due to fraud or error, design and perform audit procedures in response 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 the risk of not detecting a misstatement resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of the 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 by the management and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's preparation of the annual accounts being based on the going concern principle and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may raise significant doubt about 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 annual accounts 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 annual accounts, including the disclosures in the notes, and whether the annual accounts reflect 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 the internal control that we identify during our audit.

Statement on the management's review

The management is responsible for the management's review.

Our opinion on the annual accounts does not cover the management's review, and we do not express any kind of assurance opinion on the management's review.

Independent auditor's report

In connection with our audit of the annual accounts, our responsibility is to read the management's review and in that connection consider whether the management's review is materially inconsistent with the annual accounts or our knowledge obtained during the audit, or whether it otherwise appears to contain material misstatement.

Furthermore, it is our responsibility to consider whether the management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we believe that the management's review is in accordance with the annual accounts and that it has been prepared in accordance with the requirements of the Danish Financial Statement Acts. We did not find any material misstatement in the management's review.

Viborg, 24 April 2017

Ullits & Winther

State Authorised Public Accountants
Company reg. no. 32 09 32 72

Henrik Lundsgaard

State Authorised Public Accountant

Company data

The company	Dry Mix Solutions ApS Denmark Industrivej 20 B 8800 Viborg
	Company reg. no. 36 97 23 78 Established: 28 July 2015 Domicile: Viborg Financial year: 1 January - 31 December
Managing Director	Eric Bergé
Auditors	Ullits & Winther Statsautoriseret Revisionspartnerselskab Agerlandsvej 1 8800 Viborg
Parent company	Parexgroup SA
Subsidiary	Skalflex A/S, Viborg

Management's review

The principal activities of the company

The object of the company is to invest in and own shares in other companies.

Development in activities and financial matters

The profit and loss account covers the period 1 January to 31 December 2016 and shows a result of DKK 599,045 against a result of DKK -615,221 last year. The balance sheet shows equity of DKK 32,758,824.

Events subsequent to the financial year

No events have occurred subsequent to the balance sheet date, which would have material impact on the financial position of the company.

Accounting policies used

The annual report for Dry Mix Solutions ApS Denmark is presented in accordance with those regulations of the Danish Financial Statements Act concerning companies identified as class B enterprises.

The accounting policies used are unchanged compared to last year, and the annual accounts are presented in Danish kroner (DKK).

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the company is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the company is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concerns matters existing on the balance sheet date.

The profit and loss account

Gross loss

The gross loss comprises external costs.

Other external costs comprise costs to administration.

Net financials

Net financials comprise interest, realised and unrealised capital gains and losses concerning financial assets and liabilities, amortisation of financial assets and liabilities, additions and reimbursements under the Danish tax prepayment scheme, etc. Financial income and expenses are recognised in the profit and loss account with the amounts that concerns the financial year.

Dividend from equity investment in group enterprise is recognised in the financial year where the dividend is declared.

Accounting policies used

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

The company is subject to the Danish legislation concerning compulsory joint taxation with the Danish group enterprises. The company acts as an administration company in relation to the joint taxation. This means that the total Danish tax payable of the income of the Danish consolidated companies is paid to the tax authorities by the company.

The current Danish corporate tax is allocated among the jointly taxed companies in proportion to their respective taxable income (full allocation with reimbursement of tax losses).

The balance sheet

Financial fixed assets

Equity investment in group enterprise

Equity investment in group enterprise is measured at cost. In case the recoverable amount is lower than the cost, writedown takes place to this lower value.

Debtors

Debtors are measured at amortised cost which usually corresponds to face value. In order to meet expected losses, writedown takes place at the net realisable value.

Available funds

Available funds comprise cash at bank.

Corporate tax and deferred tax

Current tax receivable and tax liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on previous years' taxable income and prepaid taxes. Tax receivable and tax liabilities are set off to the extent that legal right of set-off exists and if the items are expected to be settled net or simultaneously.

Dry Mix Solutions ApS Denmark is jointly taxed with the Danish group companies and acts in this respect as the administration company. According to the rules of joint taxation, Dry Mix Solutions ApS Denmark is unlimited, jointly and severally liable towards the Danish tax authorities for the total corporation tax, including withholding tax on interest, royalties and dividends, arising within the jointly taxed group of companies.

Payable and receivable joint taxation contributions are recognised in the balance sheet as "Receivable corporate tax" or "Payable corporate tax".

Accounting policies used

Deferred tax is measured on the basis of all temporary differences in assets and liabilities with a balance sheet focus.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation on the balance sheet date and prevailing when the deferred tax is expected to be released as current tax.

Liabilities

Liabilities are measured at amortised cost which usually corresponds to the nominal value.

Profit and loss account

All amounts in DKK.

<u>Note</u>	<u>1/1 - 31/12 2016</u>	<u>28/7 - 31/12 2015</u>
Gross loss	-92.256	-19.190
Other financial income	2.377.326	794
1 Other financial costs	<u>-2.142.718</u>	<u>-774.250</u>
Results before tax	142.352	-792.646
2 Tax on ordinary results	<u>456.693</u>	<u>177.425</u>
Results for the year	<u>599.045</u>	<u>-615.221</u>
Proposed distribution of the results:		
Extraordinary dividend adopted during the financial year	1.000.000	0
Allocated from results brought forward	<u>-400.955</u>	<u>-615.221</u>
Distribution in total	<u>599.045</u>	<u>-615.221</u>

Balance sheet 31 December

All amounts in DKK.

Assets			
<u>Note</u>		<u>2016</u>	<u>2015</u>
Fixed assets			
3	Equity investment in group enterprise	<u>82.990.061</u>	<u>82.990.061</u>
	Financial fixed assets in total	<u>82.990.061</u>	<u>82.990.061</u>
	Fixed assets in total	<u>82.990.061</u>	<u>82.990.061</u>
Current assets			
	Receivable corporate tax	0	175.000
	Tax receivables from group enterprises	<u>488.784</u>	<u>177.425</u>
	Debtors in total	<u>488.784</u>	<u>352.425</u>
	Available funds	<u>302.167</u>	<u>30.661</u>
	Current assets in total	<u>790.951</u>	<u>383.086</u>
	Assets in total	<u>83.781.012</u>	<u>83.373.147</u>

Balance sheet 31 December

All amounts in DKK.

Equity and liabilities			
<u>Note</u>		<u>2016</u>	<u>2015</u>
Equity			
4	Contributed capital	100.000	100.000
5	Results brought forward	32.658.824	33.059.779
	Equity in total	<u>32.758.824</u>	<u>33.159.779</u>
Liabilities			
	Debt to group enterprises	49.813.728	50.002.513
	Long-term liabilities in total	<u>49.813.728</u>	<u>50.002.513</u>
	Trade creditors	3.804	0
	Debt to group enterprises	1.152.565	191.675
	Corporate tax	32.091	0
	Other debts	20.000	19.180
	Short-term liabilities in total	<u>1.208.460</u>	<u>210.855</u>
	Liabilities in total	<u>51.022.188</u>	<u>50.213.368</u>
	Equity and liabilities in total	<u>83.781.012</u>	<u>83.373.147</u>

6 Mortgage and securities

7 Contingencies

Notes

All amounts in DKK.

	1/1 - 31/12 2016	28/7 - 31/12 2015		
1. Other financial costs				
Financial costs, group enterprises	2.142.662	774.250		
Other financial costs	56	0		
	2.142.718	774.250		
2. Tax on ordinary results				
Tax of the results for the year	-456.693	-177.425		
	-456.693	-177.425		
	<u>31/12 2016</u>	<u>31/12 2015</u>		
3. Equity investment in group enterprise				
Acquisition sum opening balance	82.990.061	0		
Additions during the year	0	82.990.061		
Cost closing balance	82.990.061	82.990.061		
Book value closing balance	82.990.061	82.990.061		
The financial highlights for the enterprise according to the latest approved annual report				
	Share of ownership	Equity	Results for the year	Book value at Dry Mix Solutions ApS Denmark
Skalflex A/S, Viborg	85 %	39.468.910	8.836.150	82.990.061
4. Contributed capital				
Contributed capital opening balance			100.000	50.000
Cash capital increase			0	50.000
			100.000	100.000

Notes

All amounts in DKK.

	<u>31/12 2016</u>	<u>31/12 2015</u>
5. Results brought forward		
Results brought forward opening balance	33.059.779	0
Profit or loss for the year brought forward	-400.955	-615.221
Extraordinary dividend adopted during the financial year	1.000.000	0
Distributed extraordinary dividend adopted during the financial year.	-1.000.000	0
Moved from share premium account	<u>0</u>	<u>33.675.000</u>
	<u>32.658.824</u>	<u>33.059.779</u>

6. Mortgage and securities

None.

7. Contingencies

Joint taxation

The company is the administration company of the group of companies subject to the Danish scheme of joint taxation and unlimited jointly and severally liable with the other jointly taxed companies for the total corporation tax.

The company is unlimited jointly and severally liable with the other jointly taxed companies for any obligation to withhold tax on interest, royalties and dividends.