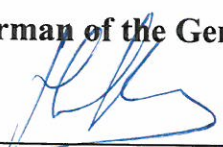


**ITP I Brazil Holding I K/S**  
**Central Business Registration No**  
**36983035**  
**c/o The International Woodland**  
**Company A/S, Amalievej 20**  
**1875 Frederiksberg C, Denmark**

**Annual report 2015**

The Annual General Meeting adopted the annual report on 30.05.2016

**Chairman of the General Meeting**

---

Name: Henrik Lundqvist

## Contents

	<u>Page</u>
Entity details	1
Statement by Management on the annual report	2
Independent auditor's reports	3
Management commentary	4
Accounting policies	5
Income statement for 2015	7
Balance sheet at 31.12.2015	8
Statement of changes in equity for 2015	10
Notes	11

## **Entity details**

### **Entity**

ITP I Brazil Holding I K/S  
c/o The International Woodland Company A/S, Amalievej 20  
1875 Frederiksberg C, Denmark

Central Business Registration No: 36983035

Founded: 10.08.2015

Registered in: Copenhagen, Denmark

Financial year: 10.08.2015 - 31.12.2015

### **Management**

Otto Reventlow  
Henrik Lundqvist  
Magnus weikert

### **Bank**

Nordea Bank

### **Auditors**

Deloitte Statsautoriseret Revisionspartnerselskab  
Weidekampsgade 6  
Postboks 1600  
0900 Copenhagen C, Denmark

## Statement by Management on the annual report

The Board of Directors has today considered and approved the annual report of ITP I Brazil Holding I K/S for the financial year 10.08.2015 - 31.12.2015.

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

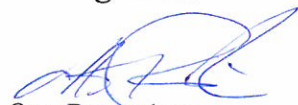
In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2015 and of the results of its operations for the financial year 10.08.2015 - 31.12.2015.

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.

Copenhagen, 24.05.2016

### Management



Otto Reventlow



Henrik Lundqvist



Magnus weikert

## Independent auditor's reports

### To the owners of ITP I Brazil Holding I K/S

#### Report on the financial statements

We have audited the financial statements of ITP I Brazil Holding I K/S for the financial year 10.08.2015 - 31.12.2015, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes. The financial statements are prepared in accordance with the Danish Financial Statements Act.

#### 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.

#### Auditor's responsibility

Our responsibility is to express an opinion on the financial statements 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 about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Entity's preparation of financial statements 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 Entity's 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 the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit has not resulted in any qualification.

#### Opinion

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2015 and of the results of its operations for the financial year 10.08.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

#### Statement on the management commentary

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the audit of the financial statements.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the financial statements.

Copenhagen, 24.05.2016

#### Deloitte

Statsautoriseret Revisionspartnerselskab

  
Bill Haudal Pedersen

State-Authorised Public Accountant

  
Martin Pedersen

State-Authorised Public Accountant

CVR-nr. 33963556

## **Management commentary**

### **Primary activities**

The purpose of the Entity is to carry out long-term sustainable investments in forestry and plantation establishment in Brasil, through equity participation in the Brazilian forest fund Florestas do Brasil Fundo de Investimento em Participações.

### **Development in activities and finances**

#### **Activities**

Since the establishment of the Entity mid of 2015, the main activity has been investment in plantation establishment in Brasil via a Brazilian company, Florestas do Brasil.

In accordance with a special agreement, this task has been performed in collaboration with the investment adviser, The International Woodland Company A/S.

#### **Economic development**

The economic development is primarily influenced by the adjustment of fairvalue in the underlying investments, the fairvalue adjustment of other investments in 2015 has been 2.5 mio USD.

Besides this, the economic development in the Entity has been as expected.

#### **Events after the balance sheet date**

No events have occurred after the end of the financial year, which may have a material impact on the assessment of the financial position of the company.

## **Accounting policies**

### **Reporting class**

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises. These financial statement are also in compliance with recognition and measurement requirements of the IFRS. The annual report has also been presented in accordance with the guidelines of ILPA, which has not made any impact on the income statement or balance sheet.

The annual report for the company is presented in its functional currency, USD.

### **Recognition and measurement**

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

### **Foreign currency translation**

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date 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 recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

### **Income statement**

#### **Fair value adjustment of other investment assets and related financial liabilities**

Fair value adjustment of other investment assets and related financial liabilities comprises adjustments for the financial year of the Entity's investment assets.



## Accounting policies

### Other operating expenses

Other operating expenses comprise expenses of bank, audit and legal fee.

### Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, net capital gains on securities, payables and transactions in foreign currencies, amortisation of financial assets as well as tax relief under the Danish Tax Prepayment Scheme etc.

### Other financial expenses

Financial income and expenses consists of realised as well as unrealised exchange rate adjustments.

## Balance sheet

### Other investments

Other investments in the portfolio company are recorded at fair value. The fair value is compiled at balance sheet date and is based on audited financial statements.

Unrealized and realized fair values of financial assets are recognized in the income statement as income portfolio companies.

### Receivables

Receivables are measured at amortised cost, usually equalling nominal value less write-downs for bad and doubtful debts.

### Other investments

Securities recognised under current assets comprise investments measured at fair value at the balance sheet date.

### Cash

Cash comprises cash in hand and bank deposits.

### Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.



## Income statement for 2015

	<u>Notes</u>	<u>2015 USD</u>
Fair value adjustments of other investment assets		<u>2.483.715</u>
<b>Gross profit/loss</b>		<b>2.483.715</b>
Other operating expenses		<u>(18.195)</u>
<b>Operating profit/loss</b>		<b>2.465.520</b>
Other financial income		1.643
Other financial expenses		<u>(45)</u>
<b>Profit/loss for the year</b>		<b><u>2.467.118</u></b>
<b>Proposed distribution of profit/loss</b>		
Retained earnings		<u>2.467.118</u>
		<b><u>2.467.118</u></b>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 USD</u>
Other investments		<u>11.832.385</u>
<b>Fixed asset investments</b>	1	<u><b>11.832.385</b></u>
<b>Fixed assets</b>		<u><b>11.832.385</b></u>
Other short-term receivables		<u>7.854</u>
<b>Receivables</b>		<u><b>7.854</b></u>
Other investments		<u>337.786</u>
<b>Other investments</b>		<u><b>337.786</b></u>
<b>Cash</b>		<u><b>91</b></u>
<b>Current assets</b>		<u><b>345.731</b></u>
<b>Assets</b>		<u><u><b>12.178.116</b></u></u>

**Balance sheet at 31.12.2015**

	<u>Notes</u>	<u>2015 USD</u>
Contributed capital		9.685.031
Retained earnings		<u>2.467.118</u>
<b>Equity</b>		<b><u>12.152.149</u></b>
Trade payables		23.679
Other payables		<u>2.288</u>
<b>Current liabilities other than provisions</b>		<b><u>25.967</u></b>
<b>Liabilities other than provisions</b>		<b><u>25.967</u></b>
<b>Equity and liabilities</b>		<b><u><u>12.178.116</u></u></b>

Ownership

2

**Statement of changes in equity for 2015**

	<b>Contributed capital USD</b>	<b>Retained ear- nings USD</b>	<b>Total USD</b>
Increase of capital	9.685.031	0	9.685.031
Profit/loss for the year	0	2.467.118	2.467.118
<b>Equity end of year</b>	<b>9.685.031</b>	<b>2.467.118</b>	<b>12.152.149</b>

## Notes

### 1. Fixed asset investments

	<b>Other in- vestments</b>
	<b>USD</b>
Additions	9.685.031
<b>Cost end of year</b>	<b>9.685.031</b>
Distributions	(336.361)
<b>Distributions end of year</b>	<b>(336.361)</b>
Fair value adjustments	2.483.715
<b>Revaluations end of year</b>	<b>2.483.715</b>
<b>Carrying amount end of year</b>	<b>11.832.385</b>

### 2. Ownership

The Entity has registered the following shareholders holding more than 5% of the voting rights or nominal value:

- ITP I Brazil Holding I GP ApS (100%)