

Axon Communications A/S

c/o Gorrissen Federspiel
Axeltorv 2
1609 København V

CVR No. 37208442

Annual Report 2017

3. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 6 June 2018

Mr. Andrew Molson
Chairman

Contents

Management's Statement	3
Company Information	4
Management's Review	5
Accounting Policies	6
Income Statement	9
Balance Sheet	10
Notes	12

Management's Statement

Today, Management has considered and adopted the Annual Report of Axon Communications A/S for the financial year 1 January 2017 - 31 December 2017.

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 assets, liabilities and financial position of the Company at 31 December 2017 and of the results of the Company's operations for the financial year 1 January 2017 - 31 December 2017.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

The conditions for not conducting an audit of the Financial Statement have been met.

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

Copenhagen, 6 June 2018

Executive Board

Mr. Jean-Pierre Vasseur
Man. Director

Supervisory Board

Mr. Andrew Molson
Chairman

Mr. Jean-Pierre Vasseur
Man. Director

Mr. Royal Poulin

Ms. Valérie Beauregard

Company details

Company	Axon Communications A/S c/o Gorrissen Federspiel Axeltorv 2 1609 København V
CVR No.	37208442
Date of formation	3 November 2015
Registered office	København
Financial year	1 January 2017 - 31 December 2017
Supervisory Board	Mr. Andrew Molson, Chairman Mr. Jean-Pierre Vasseur, Man. Director Mr. Royal Poulin Ms. Valérie Beauregard
Executive Board	Mr. Jean-Pierre Vasseur, Man. Director

Management's Review

The Company's principal activities

The Company's principal activities consist in providing services to any direct or indirect shareholder in connection with customer relations and other services and other related activities in accordance with the provisions of the Supervisory Board

Development in activities and financial matters

The Company's Income Statement of the financial year 1 January 2017 - 31 December 2017 shows a result of DKK 337.507 and the Balance Sheet at 31 December 2017 a balance sheet total of DKK 1.811.002 and an equity of DKK 1.109.422.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The Annual Report of Axon Communications A/S for 2017 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

Reporting currency

The Annual Report is presented in Danish kroner.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

General Information

Basis of recognition and measurement

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been 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 accrue 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit includes revenue and external expenses

Revenue

Sales revenues are recognised as revenue according to the invoicing principle.

Other external expenses

Other external expenses comprise expenses regarding sale and administration.

Accounting Policies

Staff expenses

Staff expenses comprise wages and salaries, pensions and social security costs.

Other staff expenses are recognised in other external expenses.

Amortisation and impairment of tangible and intangible assets

Amortisation and impairment of tangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

	Useful life	Residual value
Fixtures and fittings, tools and equipment	10 years	0%

Profit or loss resulting from the sale of tangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

Tax on net profit/loss for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance Sheet

Tangible assets

Tangible assets are measured at cost plus revaluations, if any, and less accumulated amortisation and impairment losses. Cost comprises the purchase price and costs directly attributable to the purchase until the date when the asset is available for use.

The depreciation basis is measured as the cost with deductions of the expected scrap value. The depreciation period and the scrap value are estimated at the time of purchase and reestimated yearly. If the scrap value is estimated to be higher than the tangible assets booked value then no depreciation will take place.

An impairment test of tangible assets is performed in the event of indications of a decrease in value. The impairment test is performed for each individual asset and group of assets, respectively. The assets are written down to the higher of the asset's or asset group's value in use and the net selling price (recoverable amount) in the event that this one is lower than the carrying amount.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand.

Accounting Policies

Provisions

Deferred tax

Deferred tax and the associated adjustments for the year are determined according to the balance-sheet liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are recognised at the value at which they are expected to be used, either by elimination in tax on future earnings or by set-off against deferred tax liabilities in enterprises within the same legal entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Financial liabilities

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

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Other liabilities

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

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

Income Statement

	Note	2017 DKK	2016 DKK
Gross profit		3.005.581	2.258.490
Employee benefits expense	1	-2.561.315	-1.903.614
Depreciation of furniture & equipment and leasehold improvements recognised in profit or loss		-5.704	-5.186
Profit from ordinary operating activities		438.562	349.690
Finance expenses		-5.971	-2.557
Profit from ordinary activities before tax		432.591	347.133
Tax expense on ordinary activities		-95.084	-75.218
Profit		337.507	271.915
 Proposed distribution of results			
Retained earnings		337.507	271.915
Distribution of profit		337.507	271.915

Balance Sheet as of 31 December

	Note	2017 DKK	2016 DKK
Assets			
Furniture & equipment		40.969	46.673
Leasehold improvements		0	0
Property, plant and equipment		40.969	46.673
Fixed assets		40.969	46.673
Short-term receivables from group enterprises		993.246	835.308
Other short-term receivables		82.547	93.626
Deferred income		6.757	7.592
Receivables		1.082.550	936.526
Cash and cash equivalents		687.483	498.765
Current assets		1.770.033	1.435.291
Assets		1.811.002	1.481.964

Balance Sheet as of 31 December

	Note	2017 DKK	2016 DKK
Liabilities and equity			
Contributed capital	2	500.000	500.000
Retained earnings		609.422	271.915
Equity		1.109.422	771.915
Trade payables		41.904	177.000
Tax payables		176.516	77.775
Other payables		483.160	455.274
Short-term liabilities other than provisions		701.580	710.049
Liabilities other than provisions within the business		701.580	710.049
Liabilities and equity		1.811.002	1.481.964
Contingent liabilities	3		
Collaterals and assets pledges as security	4		

Notes

	2017	2016
1. Employee benefits expense		
Wages and salaries	2.440.361	1.775.458
Post-employment benefit expense	105.077	118.964
Social security contributions	15.877	9.192
	2.561.315	1.903.614
 Average number of employees	 2	 3
2. Contributed capital		
Balance at the beginning of the year	500.000	500.000
Balance at the end of the year	500.000	500.000

The capital of the company are distributed in 500 shares of DKK 1,000.

The share capital has remained unchanged for the last 5 years.

3. Contingent liabilities

No contingent liabilities exist at the balance sheet date.

4. Collaterals and securities

No securities or mortgages exist at the balance sheet date.