

QTT A/S
Østervangsvej 41
6715 Esbjerg N
Business Registration No
38802879

**Annual report 13.07.2017
- 30.06.2018**

The Annual General Meeting adopted the annual report on 20.11.2018

Chairman of the General Meeting

Name: Niels Christian Olaf Friis

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Entity details

Entity

QTT A/S

Østervangsvej 41

6715 Esbjerg N

Central Business Registration No (CVR): 38802879

Registered in: Esbjerg

Financial year: 13.07.2017 - 30.06.2018

Board of Directors

Niels Christian Olaf Friis

Graham Edgley

Sigurd Solem

Carl Shears

Executive Board

Graham Edgley

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Dokken 8

Postbox 200

6701 Esbjerg

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of QTT A/S for the financial year 13.07.2017 - 30.06.2018.

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 30.06.2018 and of the results of its operations for the financial year 13.07.2017 - 30.06.2018.

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.

Esbjerg, 06.11.2018

Executive Board

Graham Edgley

Board of Directors

Niels Christian Olaf Friis

Graham Edgley

Sigurd Solem

Carl Shears

Independent auditor's extended review report

To the shareholders of QTT A/S

Conclusion

We have performed an extended review of the financial statements of QTT A/S for the financial year 13.07.2017 - 30.06.2018, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 30.06.2018 and of the results of its operations for the financial year 13.07.2017 - 30.06.2018 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements". We are independent of the Entity 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

Independent auditor's extended review report

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Esbjerg, 06.11.2018

Deloitte

Statsautoriseret Revisionspartnerselskab

Central Business Registration No (CVR) 33963556

Peder Rene Pedersen

State Authorised Public Accountant

Identification No (MNE) mne23334

Management commentary

Primary activities

The primary activities of the entity are sale and lease of equipment for off-shore activities.

Development in activities and finances

Loss for the period was DKK 358k.

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.

Income statement for 2017/18

	<u>Notes</u>	<u>2017/18</u> <u>DKK</u>
Gross profit/loss		(41.763)
Staff costs	1	(272.374)
Depreciation, amortisation and impairment losses	2	<u>(3.083)</u>
Operating profit/loss		(317.220)
Other financial expenses	3	<u>(41.182)</u>
Profit/loss for the year		<u>(358.402)</u>
Proposed distribution of profit/loss		
Retained earnings		<u>(358.402)</u>
		<u>(358.402)</u>

Balance sheet at 30.06.2018

	<u>Notes</u>	<u>2017/18</u> <u>DKK</u>
Other fixtures and fittings, tools and equipment		33.917
Property, plant and equipment	4	<u>33.917</u>
Investments in associates		17.500
Fixed asset investments	5	<u>17.500</u>
Fixed assets		<u>51.417</u>
Manufactured goods and goods for resale		2.796.785
Inventories		<u>2.796.785</u>
Trade receivables		713.611
Other receivables		13.719
Prepayments		30.301
Receivables		<u>757.631</u>
Cash		<u>38.858</u>
Current assets		<u>3.593.274</u>
Assets		<u>3.644.691</u>

Balance sheet at 30.06.2018

	<u>Notes</u>	2017/18 DKK
Contributed capital		500.000
Retained earnings		<u>(58.402)</u>
Equity		<u>441.598</u>
Other payables		<u>3.203.093</u>
Current liabilities other than provisions		<u>3.203.093</u>
Liabilities other than provisions		<u>3.203.093</u>
Equity and liabilities		<u>3.644.691</u>

Statement of changes in equity for 2017/18

	Contributed capital DKK	Retained earnings DKK	Total DKK
Contributed upon formation	500.000	300.000	800.000
Profit/loss for the year	0	(358.402)	(358.402)
Equity end of year	500.000	(58.402)	441.598

Notes

	2017/18
	DKK
	<hr/>
1. Staff costs	
Wages and salaries	246.727
Other social security costs	3.097
Other staff costs	22.550
	<hr/> 272.374 <hr/>
Average number of employees	<hr/> 1 <hr/>
	2017/18
	DKK
	<hr/>
2. Depreciation, amortisation and impairment losses	
Depreciation of property, plant and equipment	3.083
	<hr/> 3.083 <hr/>
	2017/18
	DKK
	<hr/>
3. Other financial expenses	
Other interest expenses	41.182
	<hr/> 41.182 <hr/>
	Other
	fixtures and
	fittings,
	tools and
	equipment
	DKK
	<hr/>
4. Property, plant and equipment	
Additions	37.000
Cost end of year	<hr/> 37.000 <hr/>
Depreciation for the year	(3.083)
Depreciation and impairment losses end of year	<hr/> (3.083) <hr/>
Carrying amount end of year	<hr/> 33.917 <hr/>

Notes

	Investment s in associates DKK
	<u> </u>
5. Fixed asset investments	
Additions	17.500
Cost end of year	<u>17.500</u>
Carrying amount end of year	<u>17.500</u>

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 with addition of certain provisions for reporting class C.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

Other financial expenses

Other financial expenses comprise interest expenses etc.

Balance sheet

Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

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

Accounting policies

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment 3-5 years

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Investments in associates

Investments in associates are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Receivables

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

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

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.