

Valeo Management Nordics ApS

C/o Lund Elmer Sandager
Kalvebod Brygge 39,5
København V

CVR no. 38 96 77 38

Annual report for 2017/18
(1st Financial year)

Adopted at the annual general meeting
on 28 June 2019

Michael Metrinko Rollins
chairman

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Statement by management on the annual report

The executive board has today discussed and approved the annual report of Valeo Management Nordics ApS for the financial year 28 September 2017 - 31 December 2018.

The annual report is 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 results of the company's operations for the financial year 28 September 2017 - 31 December 2018.

In our opinion, management's review includes a fair review of the matters dealt with in the management's review.

The financial statements have not been audited. Management considers the criteria for not auditing the financial statements to be met.

Management recommends that the annual report should be approved by the company in general meeting.

Copenhagen, 26 June 2019

Executive board

Theodore Wayne Rollins
Director

Michael Metrinko Rollins
Director

Auditor's report on compilation of the financial statements

To the shareholder of Valeo Management Nordics ApS

We have compiled the financial statements of Valeo Management Nordics ApS for the financial year 28 September 2017 - 31 December 2018 based on the company's bookkeeping records and other information made available by enterprise.

The financial statements comprises summary of significant accounting policies, income statement, balance sheet and notes.

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the enterprise in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and Audit Firms and FSR - Danish Auditors' Code of Ethics for Professional Accountants, including principles relating to integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are the enterprise's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by enterprise for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Hellerup, 26 June 2019

CVR no. 33 25 68 76



Søren Jonassen
State Authorized Public Accountant
MNE no. mne18488

Company details

The company

Valeo Management Nordics ApS
C/o Lund Elmer Sandager
Kalvebod Brygge 39,5
København V

CVR no.: 38 96 77 38

Reporting period: 28 September 2017 - 31 December 2018

Incorporated: 28. September 2017

Domicile: Copenhagen

Executive board

Theodore Wayne Rollins
Michael Metrisko Rollins

Auditors

Crowe
Statsautoriseret Revisionsinteressentskab v.m.b.a.
Rygårds Allé 104
2900 Hellerup

Management's review

Business activities

The company's objects are to develop and manage property projects and any other related activity.

Business review

The company's income statement for the year ended 31 December shows a loss of DKK 7.418.252, and the balance sheet at 31 December 2018 shows negative equity of DKK 7.368.252.

Valeo Partners, LLC/Valeo Partners International, B.V. has issued a support letter, which financially secures the company's operations until 31 December 2019. The Company expects to restore equity either through future operations or further funding by the Group.

Significant events occurring after end of reporting period

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

Accounting policies

The annual report of Valeo Management Nordics ApS for 2017/18 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The annual report for 2017/18 is presented in DKK.

As 2017/18 is the company's first reporting period, no comparatives have been presented.

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow 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 will flow from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any instalments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue and consumables and other external expenses.

Revenue

Income from the sale of services is recognised in the income statement, provided that the transfer of risk, usually on delivery to the buyer, has taken place and that the income can be measured reliably and is expected to be received.

Accounting policies

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Net financials include interest income and expenses, realised and unrealised capital/exchange gains and losses foreign currency transactions and surcharges and allowances under the advance-payment-of-tax scheme, etc.

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

Equity

Dividends

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively.

Liabilities

Financial liabilities are recognised on the raising of the loan at the proceeds received net of transaction costs incurred. On subsequent recognition, the financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest method. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan.

Other liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Accounting policies

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Income statement
28 September 2017 - 31 December 2018

	<u>Note</u>	<u>2017/18</u> DKK
Gross profit		-7.289.636
Financial costs		<u>-128.616</u>
Profit/loss before tax		-7.418.252
Tax on profit/loss for the year	2	<u>0</u>
Profit/loss for the year		<u><u>-7.418.252</u></u>
 Recommended appropriation of profit/loss		
Retained earnings		<u>-7.418.252</u>
		<u><u>-7.418.252</u></u>

Balance sheet at 31 December 2018

	<u>Note</u>	<u>2017/18</u> DKK
Assets		
Other receivables		<u>840.450</u>
Receivables		<u>840.450</u>
Cash at bank and in hand		<u>12.527</u>
Total current assets		<u>852.977</u>
Total assets		<u><u>852.977</u></u>

Balance sheet at 31 December 2018

	<u>Note</u>	<u>2017/18</u> <u>DKK</u>
Equity and liabilities		
Share capital		50.000
Retained earnings		<u>-7.418.252</u>
Equity	3	<u>-7.368.252</u>
Payables to group companies		4.085.043
Other payables		<u>2.188.509</u>
Total non-current liabilities	4	<u>6.273.552</u>
Trade payables		<u>1.947.677</u>
Total current liabilities		<u>1.947.677</u>
Total liabilities		<u>8.221.229</u>
Total equity and liabilities		<u><u>852.977</u></u>
Uncertainty about the continued operation (going concern)	5	

Notes

	<u>2017/18</u> DKK
1 Staff costs	
Average number of employees	<u>0</u>
2 Tax on profit/loss for the year	
	<u><u>0</u></u>

3 Equity

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 28 September 2017	50.000	0	50.000
Net profit/loss for the year	<u>0</u>	<u>-7.418.252</u>	<u>-7.418.252</u>
Equity at 31 December 2018	<u>50.000</u>	<u>-7.418.252</u>	<u>-7.368.252</u>

4 Long term debt

	<u>Debt at 28 September 2017</u>	<u>Debt at 31 December 2018</u>	<u>Instalment next year</u>	<u>Debt outstanding after 5 years</u>
Payables to group companies	0	4.085.043	0	0
Other payables	<u>0</u>	<u>2.188.509</u>	<u>0</u>	<u>0</u>
	<u>0</u>	<u>6.273.552</u>	<u>0</u>	<u>0</u>

5 Uncertainty about the continued operation (going concern)

Valeo Partners, LLC/Valeo Partners International, B.V. has issued a support letter, which financially secures the company's operations until 31 December 2019. The Company expects to restore equity either through future operations or further funding by the Group.