

Whirlpool Nordic A/S

Herstedøstervej 27-29. Bygning A, 1. sal, 2620 Alberstslund
CVR No. 39 94 58 19

Annual report 2015

Approved at the annual general meeting of shareholders on 18 May 2016

As chairman:



Pietro Gheller

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Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Whirlpool Nordic A/S for the financial year 1 January – 31 December 2015.

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 2015 and of the results of the Company's operations for the financial year 1 January - 31 December 2015.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the annual general meeting.

Copenhagen, 18 May 2016

Executive Board:



Michael Alsted

Board of Directors:



Pietro Gheller
Chairman



Mårten Leijon



Giovanni Buonajuto

Independent auditor's report

To the shareholders of Whirlpool Nordic A/S

Independent auditors' report on the financial statements

We have audited the financial statements of Whirlpool Nordic A/S for the financial year 1 January - 31 December 2015, which comprise an income statement, balance sheet and notes, including accounting policies. 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 that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 according to Danish audit regulations. 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 auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors considers internal control relevant to the company'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 Company'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 evaluating 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 opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2015 and of the results of its operations for the financial year 1 January – 31 December 2015 in accordance with the Danish Financial Statements Act.

Statement on the management's review

Pursuant to the Danish Financial Statements Act, we have read the Management's review. We have not performed any other procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the financial statements.

Aarhus, 18 May 2016

Ernst & Young

Godkendt Revisionspartnerselskab

CVR No. 30 70 02 28



Lone Nørgaard Eskildsen

state authorised public accountant

Management's review

Company details

Address, Postal code, City	Herstedostervej 27-29. Bygning A, 1. sal, 2620 Alberstslund
CVR No.	39 94 58 19
Financial Year	1 January - 31 December
Phone	+45 44 88 02 22
Supervisory board	Pietro Gheller, Chairman Mårten Leijon Giovanni Buonajuto
Executive board	Michael Alsted
Auditors	Ernst & Young, Godkendt Revisionspartnerselskab, Værkmestergade 25 8000 Århus C, Denmark
Bankers	Nordea Bank A/S

Management's review

The company's business review

Whirlpool Nordic A/S is a wholly owned subsidiary of Whirlpool International B.V., the Netherlands.

Whirlpool Nordic A/S is a management company administering the sales activities of the Whirlpool Group in Denmark. According to the commission agreement signed by the company, the bulk of its expenses are refunded.

The sales activities managed by the company include sales of white goods to wholesalers.

Whirlpool Corporation has gone through major acquisition of Indesit.

Financial review

In 2015, the company's revenue came in at DKK 8,040,021 against DKK 10,898,899 last year. The income statement for 2015 shows a profit before tax of DKK 331,579 against DKK 444,564 last year, and the balance sheet at 31 December 2015 shows equity of DKK 17,777,349.

Post balance sheet events

No significant events have occurred subsequent to the financial year end.

Outlook

As a result of the acquisition of Indesit by Whirlpool Corporation, company is expecting to launch new innovative products to the markets and is expected to lead to better results in 2016.

Income statement for the year ended 31 December 2015

		<u>2015</u> DKK	<u>2014</u> DKK
Revenue		8,040,021	10,898,899
Other external costs		<u>2,443,881</u>	<u>3,791,136</u>
Gross profit		<u>5,596,140</u>	<u>7,107,763</u>
Staff costs	2	<u>5,237,966</u>	<u>6,642,330</u>
Operating Profit		358,174	465,433
Financial expenses	3	<u>26,595</u>	<u>20,869</u>
Profit/ loss before tax		331,579	444,564
Tax for the year	4	<u>107,353</u>	<u>107,423</u>
Profit/ loss for the year		<u>224,226</u>	<u>337,141</u>
Proposed profit appropriation		<u>224,226</u>	<u>337,141</u>
Retained earnings		<u>224,226</u>	<u>337,141</u>

Balance sheet at 31 December 2015

	<u>2015</u> DKK	<u>2014</u> DKK
Current assets		
Receivables		
Receivables from group entities	18,679,212	20,029,734
Deferred tax assets	49,351	74,775
Other receivables	78,792	212,550
Prepayments	49,000	72,327
	<u>18,856,355</u>	<u>20,389,387</u>
Total current assets	<u>18,856,355</u>	<u>20,389,387</u>
TOTAL ASSETS	<u>18,856,355</u>	<u>20,389,387</u>

Balance sheet at 31 December 2015

		<u>2015</u> DKK	<u>2014</u> DKK
EQUITY AND LIABILITIES			
Equity			
Share capital	5	13,001,000	13,001,000
Retained earnings/ Accumulated loss		<u>4,776,349</u>	<u>4,552,123</u>
Total equity		<u>17,777,349</u>	<u>17,553,123</u>
Liabilities other than provisions			
Current liabilities other than provisions			
Trade payables		88,320	270,098
Payables to group entities		0	483,955
Income taxes payables		42,118	83,890
Other payables		<u>948,568</u>	<u>1,998,321</u>
		<u>1,079,006</u>	<u>2,836,264</u>
Total liabilities other than provisions		<u>1,079,006</u>	<u>2,836,264</u>
TOTAL EQUITY AND LIABILITIES		<u>18,856,355</u>	<u>20,389,387</u>
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Contractual obligations and contingencies, etc.	7		
Related parties	8		

Statement of changes in equity

	Share capital	Retained earnings	Total
Equity at 1/1 2015	13,001,000	4,552,123	17,553,123
Profit/ loss for the year, cf. appropriation of profit/ loss		<u>224,226</u>	<u>224,226</u>
Equity at 31/12/2015	<u>13,001,000</u>	<u>4,776,349</u>	<u>17,777,349</u>

Notes

1. Accounting policies

The annual report of Whirlpool Nordic A/S has been presented in accordance with the provisions of the Danish Financial Statements Act as regards reporting class B enterprises.

The accounting policies applied by the company are consistent with those of last year.

Reporting currency

The financial statements are presented in Danish kroner.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates 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 at 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

Revenue

Income is composed of commission earnings and cost refund with a mark-up.

Other external expenses

Other external expenses include the year's expenses relating to the entity's core activities, including expenses relating to sale, advertising, administration, premises, payments under operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that concern the financial year. The items comprise interest income and expenses, e.g. from group entities and associates, realised and unrealised capital gains and losses relating to exchange gains and losses and allowances under the advance-payment-of-tax-scheme, etc.

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/ loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

Notes

1. Accounting policies - continued

Balance sheet

Prepayments

Prepayments recognised under 'Assets' comprise prepaid expenses regarding subsequent financial reporting years.

Income tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/ loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

Other payables

Other payables are measured at net realisable value.

Notes

2. Staff Costs

	<u>2015</u> DKK	<u>2014</u> DKK
Wages/salaries	4,816,458	6,056,787
Pensions	334,776	494,325
Other social security costs	32,265	83,633
Other staff costs	<u>54,467</u>	<u>7,585</u>
	<u>5,237,966</u>	<u>6,642,330</u>

Included in wages/salaries: Agreement on severance pay or similar benefits signed and granted in different positions for 1,757,870 DKK.

3. Financial expenses

Interest expenses, group entities	71	695
Other interest expenses	5,817	1,191
Exchange losses	8,639	6,181
Other financial expenses	<u>12,068</u>	<u>12,802</u>
	<u>26,595</u>	<u>20,869</u>

4. Tax for the year

Estimated tax charge for the year	81,929	84,492
Deferred tax adjustments in the year	<u>25,424</u>	<u>22,931</u>
	<u>107,353</u>	<u>107,423</u>

Notes

5. Share Capital

	<u>2015</u> DKK	<u>2014</u> DKK
The share capital consists of the following:		
1 share(s) of DKK 5,000,000 each	5,000,000	5,000,000
1 share(s) of DKK 8,000,000 each	8,000,000	8,000,000
1 share(s) of DKK 1,000 each	<u>1,000</u>	<u>1,000</u>
	<u>13,001,000</u>	<u>13,001,000</u>

The company's share capital has remained DKK 13,001,000 over the past 5 years.

6. Collateral

The company has not placed any assets or other as security for loans at 31/12/2015.

7. Contractual obligations and contingencies, etc.

Other financial obligations

Other rent and lease liabilities:

Rent and lease liabilities	<u>1,013,870</u>	<u>2,318,832</u>
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Rent and lease liabilities include a rent obligation totalling DKK 66,694. Furthermore, the company has liabilities for leasing contracts on cars and office equipment, totalling DKK 947,176.

8. Related parties

Whirlpool Nordic A/S' related parties comprise the following:

Information about consolidated financial statements

Parent	Domicile	Requisitioning of the parent's consolidated financial statements
Whirlpool Corporation	2000 N. M-63, Benton Harbor, MI 49022-2692, USA	The Consolidated financial statements of the company group can be obtained at the company's address.
Whirlpool International B.V.	Heerbaan 50-52, Breda Noord-Brabant, 4817 NL, The Netherlands	Does not prepare consolidated financial statements. Refer to the prepared consolidated financial statements for Whirlpool Corporation.

