

# Nissens A/S

Ormhøjgårdvej 9, 8700 Horsens

CVR No. 40 21 21 16

# Nissens®



DELIVERING THE DIFFERENCE

Annual report  
for the year ended 30 April 2016

Approved at the annual general meeting of shareholders on 30 September 2016

Chairman:

## Contents

<b>Management's review</b>	<b>1</b>
Company details	1
Financial highlights	2
Operating review	3
<b>Statement by the Board of Directors and the Executive Board</b>	<b>4</b>
<b>Independent auditors' report</b>	<b>5</b>
<b>Financial statements</b>	
Income statement	6
Balance sheet	7
Statement of changes in equity	9
Notes	
Accounting policies	10
Staff costs	15
Financial income	15
Financial expenses	15
Tax for the year	15
Intangible assets	16
Property, plant and equipment	16
Investments in group entities	17
Investments - Receivables	17
Share capital	18
Provisions	18
Long-term liabilities	18
Other payables	18
Security for loans	19
Contingent liabilities and other financial obligations	19
Related parties	19

## Management's review

### Company details

Name	Nissens A/S
Address, Postal code, City	Ormhøjgårdvej 9, 8700 Horsens
CVR No.	40 21 21 16
Registered office	Horsens
Financial year	1 May - 30 April
Board of Directors	Alan Nissen, Chairman Lars Bonderup Bjørn, Vice chairman Carsten Bjerg Enda Peter Shevlin, Employee representative Kasper Nissen, Employee representative
Executive Board	Mikkel Kroghslund Andersen
Auditors	Ernst & Young, Godkendt Revisionspartnerselskab Kolding Åpark 1, 3. sal, 6000 Kolding, Denmark
Bankers	Sydbank

## Financial highlights

5-year summary (in DKK thousands, except per share data):

	<u>2015/16</u>	<u>2014/15</u>	<u>2013/14</u>	<u>2012/13</u>	<u>2011/12</u>
<b>Key figures (in DKK thousands)</b>					
Revenue	1,332,359	1,088,088	892,218	785,388	812,961
Operating profit	86,944	65,390	61,632	33,306	57,789
Net financials	-7,075	-757	-4,847	-6,518	-9,806
Profit/loss for the year	63,229	50,066	43,857	20,779	36,766
Balance sheet total	842,362	767,946	711,048	703,316	680,281
Investments in property, plant and equipment	-12,090	-6,639	-5,836	-5,345	-5,790
Equity	289,215	247,415	248,180	261,068	246,260
Average number of employees	349	327	329	344	415
<b>Financial ratios in %</b>					
Gross margin	21.9	23.9	28.1	27.4	32.2
EBIT margin	6.5	6.0	6.9	4.2	7.1
Return on assets	10.8	8.8	8.7	4.8	8.6
Current ratio	161.4	160.8	173.4	184.3	189.0
Equity ratio	34.3	32.2	34.9	37.1	36.2
Return on equity	23.6	20.2	17.2	8.2	14.8

## **Operating review**

### **The Company's business review**

Nissens develops, manufactures and markets quality cooling systems for the automotive spare parts business and customized thermal solutions for the wind industry as well as for a number of manufacturers of special vehicles.

Nissens strives to make a noticeable difference to our customers. Delivering the difference means that Nissens' products and services must be the optimal solution to the customer's need.

The activities are organized in two divisions, the Automotive division and the Cooling Solutions Division.

### **Financial review**

The net revenue in the fiscal year 2015/16 amounts to DKK 1.332 million, which is an increase of DKK 244 million or 22% compared to the last fiscal year. The net income for the year is DKK 63 million compared to a net income of DKK 50 million last year.

The management regards the result of the year as satisfactory.

It was expected that the 2015/16 result would be realized at a higher level than 2014/15 due to acknowledgement of the fact that growth would be realized.

### **Knowledge resources**

At Nissens we wish that all employees are able to live up to the constantly changing demands relating to our working processes. As a result, we attach great importance to the training and education of our employees in order for each of them to be able at all times to deliver a good effort and a flawless product. The training takes place in both internal and external courses, and in this way we have gained a profound know-how of all the processes concerning processing of aluminum and development of applications within thermal solutions.

### **Special risks**

**Market risks:** Customer and market related risks are assessed as limited, considering the large spread of both customers and markets.

**Currency risks:** The majority of Nissens' activities implies currency risks in connection with the purchase and sales of goods and services in foreign currencies. These currency risks are covered, when it is found appropriate. Decisions within currency are taken within the scope of the currency risk policy.

**Credit risks:** Nissens' activities imply a credit risk in connection with sales to customers in a number of countries throughout the world. We take measures to cover these outstanding debts in the best possible way - primarily by taking out credit insurances. Furthermore, we investigate the customers and do not extend credit before proven track record of payment.

### **Statutory CSR report**

The Company has not drawn up any CSR report, as the parent has done so for the entire group. The report is reflected in the parent's annual report.

### **Post balance sheet events**

After the balance sheet date, no events have occurred that may have influence on the assessment of the annual accounts.

### **Outlook**

We expect to improve our revenue and net income in 2016/17 compared to 2015/16.

## 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 Nissens A/S for the financial year 1 May 2015 - 30 April 2016.

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

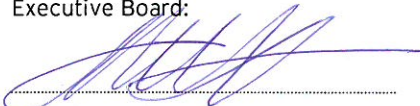
In our opinion, the financial statements give a true and fair view of the Company's financial position at 30 April 2016 and of the results of the Company's operations for the financial year 1 May 2015 - 30 April 2016.

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

We recommend the adoption of the annual report at the annual general meeting.

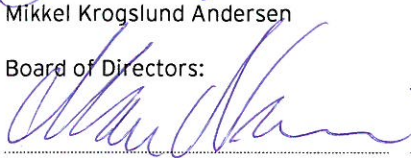
Horsens, 7 September 2016

Executive Board:

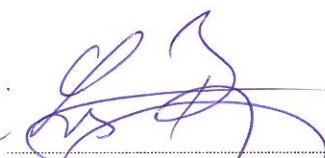


Mikkel Kroghslund Andersen

Board of Directors:



Alan Nissen  
Chairman



Lars Bonderup Bjørn



Carsten Bjerg



Enda Peter Shevlin  
Employee representative



Kasper Nissen  
Employee representative

## Independent auditors' report

To the shareholders of Nissens A/S

### Independent auditors' report on the financial statements

We have audited the financial statements of Nissens A/S for the financial year 1 May 2015 - 30 April 2016, which comprise an income statement, balance sheet, statement of changes in equity 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. Further, Management is responsible for such internal control as it 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 an assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of financial statements that give a true and fair view. The purpose is to design audit procedures that are appropriate in the circumstances, but not to express an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used, 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 Company's financial position at 30 April 2016 and of the results of its operations for the financial year 1 May 2015 - 30 April 2016 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.

Kolding, 7 September 2016

**ERNST & YOUNG**

Godkendt Revisionspartnerselskab

CVR No. 30 70 02 28

  
Brian Skovhus Jakobsen

state authorised public accountant

  
Morten Østergaard Koch

state authorised public accountant

## Income statement for the period 1 May 2015 - 30 April 2016

Notes	2015/16 DKKt	2014/15 DKKt
Revenue	1,332,359	1,088,088
Cost of sales	-976,272	-774,404
Change in inventories of finished goods and work in progress	36,036	29,931
Other operating income	8,592	10,712
Other external expenses	-109,059	-94,816
<b>Gross profit</b>	<b>291,656</b>	<b>259,511</b>
2 Staff costs	-191,587	-179,616
Amortisation/depreciation of intangible assets and property, plant and equipment	-13,125	-14,505
<b>Operating profit</b>	<b>86,944</b>	<b>65,390</b>
Income from investments in group entities	956	922
3 Financial income	4,519	9,868
4 Financial expenses	-11,594	-10,625
<b>Profit before tax</b>	<b>80,825</b>	<b>65,555</b>
5 Tax for the year	-17,596	-15,489
<b>Profit/loss for the year</b>	<b>63,229</b>	<b>50,066</b>
 <b>Recommended appropriation of the profit/loss for the year</b>		
Proposed dividend recognised under equity	25,000	25,000
Net revaluation reserve according to the equity method	956	922
Retained earnings	37,273	24,144
	<b>63,229</b>	<b>50,066</b>



## Balance sheet at 30 April

Notes	<u>2016 DKKt</u>	<u>2015 DKKt</u>
<b>Assets</b>		
<b>Fixed assets</b>		
Acquired intangible assets	2,957	2,094
Development projects in progress	<u>233</u>	<u>1,335</u>
<b>6 Intangible assets</b>	<u><b>3,190</b></u>	<u><b>3,429</b></u>
Land and buildings	66,997	73,342
Plant and machinery	16,822	12,832
Other fixtures and fittings, tools and equipment	2,531	2,656
Property, plant and equipment in progress	<u>2,694</u>	<u>0</u>
<b>7 Property, plant and equipment</b>	<u><b>89,044</b></u>	<u><b>88,830</b></u>
8 Investments in group entities, net asset value	4,280	3,641
9 Receivables from group entities	121,834	120,487
9 Other receivables	<u>212</u>	<u>141</u>
<b>Investments</b>	<u><b>126,326</b></u>	<u><b>124,269</b></u>
<b>Total fixed assets</b>	<u><b>218,560</b></u>	<u><b>216,528</b></u>
<b>Current assets</b>		
Raw materials and consumables	10,739	10,885
Work in progress	47,017	31,560
Manufactured goods and goods for resale	175,597	155,018
Prepayments for goods	<u>7,813</u>	<u>7,150</u>
<b>Inventories</b>	<u><b>241,166</b></u>	<u><b>204,613</b></u>
Trade receivables	175,107	175,045
Receivables from group entities	151,580	139,810
Other receivables	15,690	1,745
Prepayments	<u>3,554</u>	<u>3,825</u>
<b>Receivables</b>	<u><b>345,931</b></u>	<u><b>320,425</b></u>
Other securities and investments	<u>34</u>	<u>27</u>
<b>Securities and investments</b>	<u><b>34</b></u>	<u><b>27</b></u>
<b>Cash</b>	<u><b>36,671</b></u>	<u><b>26,353</b></u>
<b>Total current assets</b>	<u><b>623,802</b></u>	<u><b>551,418</b></u>
<b>Total assets</b>	<u><u><b>842,362</b></u></u>	<u><u><b>767,946</b></u></u>

## Balance sheet at 30 April

Notes	2016 DKKt	2015 DKKt
<b>Equity and liabilities</b>		
<b>Equity</b>		
10 Share capital	1,000	1,000
Net revaluation reserve according to the equity method	3,052	2,413
Retained earnings/Accumulated loss	260,163	219,002
Dividend proposed for the year	25,000	25,000
<b>Total equity</b>	<b>289,215</b>	<b>247,415</b>
<b>Provisions</b>		
Provisions for deferred tax	3,412	3,729
Other provisions	4,490	3,590
11 <b>Total provisions</b>	<b>7,902</b>	<b>7,319</b>
<b>Liabilities</b>		
Mortgage debt	158,845	170,372
12 <b>Long-term liabilities</b>	<b>158,845</b>	<b>170,372</b>
12 Current portion of long-term liabilities	10,455	5,544
Other credit institutions	74,473	53,850
Trade payables	65,348	63,994
Payables to group entities	102,555	113,766
Income taxes payable	19,165	10,468
13 Other payables	114,404	95,218
<b>Short-term liabilities</b>	<b>386,400</b>	<b>342,840</b>
<b>Total liabilities</b>	<b>545,245</b>	<b>513,212</b>
<b>Total equity and liabilities</b>	<b>842,362</b>	<b>767,946</b>

## Statement of changes in equity

(DKKt)	Share capital	Reserve for net revaluation acc. to the equity' method	Retained earnings	Dividend proposed for the year	Total
<b>Balance at 1/5 2014</b>	1,000	1,118	206,062	40,000	248,180
Dividend distributed				-40,000	-40,000
Net adjustment of hedge instruments			-11,204		-11,204
Exchange rate adjustment	0	373	0	0	373
Profit/loss for the year, cf. appropriation of profit/loss		922	24,144	25,000	50,066
Equity at 1/5 2015	1,000	2,413	219,002	25,000	247,415
Dividend distributed				-25,000	-25,000
Net adjustment of hedge instruments			3,888		3,888
Exchange rate adjustment	0	-317	0	0	-317
Profit/loss for the year, cf. appropriation of profit/loss		956	37,273	25,000	63,229
<b>Equity at 30/4 2016</b>	<b>1,000</b>	<b>3,052</b>	<b>260,163</b>	<b>25,000</b>	<b>289,215</b>

### 1. Accounting policies

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

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

#### Omission to present a cash flow statement

With reference to section 86(4) of the Danish Financial Statements Act, no cash flow statement has been prepared. The entity's cash flows are part of the consolidated cash flow statement for the parent company, K. Nissen International A/S.

#### Consolidated financial statements

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements are prepared. The financial statements for Nissens A/S and its group entities are part of the consolidated financial statements for K. Nissen International A/S.

#### Reporting currency

The financial statements are presented in Danish kroner.

#### Currency translation

Transactions denominated in foreign currencies are translated into Danish kroner at the exchange rate at the date of the transaction.

Receivables, payables and other monetary items denominated in foreign currencies are translated into Danish kroner at the exchange rate at the balance sheet date. Realised and unrealised exchange gains and losses are recognised in the income statement as financial income/expenses.

#### Foreign group entities

As regards integral foreign operations, the items in their financial statements are translated using the following principles:

- Balance sheet items are translated at the closing rate.
- Items in the income statement are translated at the rate at the date of the transaction.
- Any exchange differences resulting from the translation of the opening equity at the closing rate and the exchange adjustment of the items in the income statement from the rate at the date of the transaction to the closing rate are taken directly to equity.

#### Derivative financial instruments

On initial recognition, derivative financial instruments are measured at cost. On subsequent recognition, derivative financial instruments are measured at fair value. Positive and negative fair values are recognised as other receivables and other payables, respectively.

Fair value adjustments of derivative financial instruments designated and qualifying as a cash flow hedge are taken to equity until the hedged transaction is carried through. Where the future transaction results in recognition of an asset or a liability, the accumulated fair value adjustment is transferred from equity to the cost of the asset or liability. Where the future transaction results in income or expenses, the accumulated fair value adjustment is transferred from equity to the income statement together with the hedged item.

Fair value adjustments of derivative financial instruments which do not qualify for being treated as hedging instruments are recognised in the income statement.

## 1. Accounting policies - continued

### Income statement

#### Revenue

Revenue is measured net of all types of discounts/rebates granted. Also, revenue is measured net of VAT and other indirect taxes charged on behalf of third parties.

#### Other operating income

Other operating income and operating expenses comprise items of a secondary nature relative to the entity's core activities, including gains or losses on the sale of fixed assets.

#### Other external expenses

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

#### Amortisation/depreciation of intangible assets and property, plant and equipment

The item comprises amortisation/depreciation of intangible assets and property, plant and equipment.

The estimated useful lives for intangible assets are as follows:

	<u>Useful life (year)</u>
Acquired IP rights	3 år

Property, plant and equipment are depreciated on a straight-line basis over the expected useful life of each individual asset. The depreciation basis is the cost.

The expected useful lives of the assets are as follows:

	<u>Useful life (year)</u>
Buildings	20-25 år
Plant and machinery	5-10 år
Other fixtures and fittings, tools and equipment	2-5 år

#### Income from investments in group entities

The item includes the entity's proportionate share of the profit/loss for the year in subsidiaries after elimination of intra-group income or losses and net of amortisation and impairment of goodwill and other excess values at the time of acquisition.

#### Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that relate to the financial reporting period. The items comprise interest income and expenses, e.g. from group entities and associates, financing costs from factoring agreements, dividends declared from other securities and investments, financial expenses relating to finance leases, realised and unrealised capital gains and losses relating to other securities and investments, exchange gains and losses and amortisation of financial assets and liabilities.

**1. Accounting policies - continued****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.

The entity and its Danish group entities are taxed on a joint basis. The Danish income tax charge is allocated between profit-making and loss-making Danish entities in proportion to their taxable income (full allocation method).

Jointly taxed companies entitled to a tax refund are, as a minimum, reimbursed by the management company according to the current rates applicable to interest allowances, and jointly taxed companies having paid too little tax pay, as a maximum, a surcharge according to the current rates applicable to interest surcharges to the management company.

**Balance sheet****Intangible assets**

Other intangible assets include development projects and other acquired intangible rights, including software licences, distribution rights and development projects.

Other intangible assets are measured at cost less accumulated amortisation and impairment losses.

**Property, plant and equipment**

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

The cost of self-constructed non-current assets includes the cost of direct materials and labour, etc. directly used in the production process and a portion of the relating production overheads.

**Investments in group entities**

Investments in subsidiaries are measured, using the equity method, at the parent's proportionate share of such entities' equity plus goodwill on consolidation and intra-group losses and less intra-group gains and negative goodwill, if any. Investments in entities whose net asset value is negative are measured at DKK 0. The entity's proportionate share of a deficit on equity, if any, is set off against receivables from the investment in so far as the deficit is irrecoverable. Amounts in excess thereof are recognised under 'Provisions' in so far as the parent has a legal or constructive obligation to cover the deficit.

Newly acquired and sold investments are recognised in the financial statements from the time of acquisition or until the time of sale, respectively.

The purchase method of accounting is applied to corporate takeovers as described under 'Business combinations'.

**Impairment of fixed assets**

Every year, intangible assets and property, plant and equipment as well as investments in subsidiaries and associates are reviewed for impairment. Where there is indication of impairment, an impairment test is made for each individual asset or group of assets, respectively, generating independent cash flows. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount. Where an impairment loss is recognised on a group of assets, a loss must first be allocated to goodwill and then to the other assets on a pro rata basis.

### 1. Accounting policies - continued

#### **Inventories**

Inventories are measured at the lower of cost, measured by reference to the FIFO method, and net realisable value.

The cost of raw materials and consumables comprises the cost of acquisition plus delivery costs as well as other costs directly attributable to the acquisition.

Work in progress and finished goods are measured at manufacturing cost, which includes the cost of raw materials, consumables and direct payroll costs plus production overheads.

Production overheads comprise the indirect cost of material and labour as well as maintenance and amortisation/depreciation of intangible assets and property, plant and equipment used in the production process.

#### **Receivables**

Receivables are measured at amortised cost, which usually corresponds to the nominal value. Provisions are made for bad debts on the basis of objective evidence that a receivable or a group of receivables are impaired. Provisions are made to the lower of the net realisable value and the carrying amount.

Receivables sold as part of factoring agreements are derecognized from the balance sheet if and when all significant rewards and risks have been transferred to the factoring partner.

#### **Prepayments**

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

#### **Securities and investments**

Securities and investments are measured at fair value. The fair value is made up at the market value at the balance sheet date if the securities are listed and at a value made up using generally recognised valuation principles if the securities are unlisted.

#### **Equity**

##### ***Proposed dividends***

Dividends proposed for the financial year are presented as a separate item under 'Equity'.

##### ***Reserve for net revaluation according to the equity method***

The reserve comprises net revaluations of investments in subsidiaries and associates compared to the cost price.

#### **Provisions**

Provisions comprise expected expenses relating to guarantee commitments, losses on work in progress, restructurings, etc. Provisions are recognised when the company has a legal or constructive obligation as a result of a past event at the balance sheet date and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation.

Provisions expected to be settled after more than one year after the balance sheet date are measured at the net present value of the expected payments. Other provisions are measured at net realisable value.

### 1. Accounting policies - continued

#### Corporation tax

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

Provisions for deferred tax are calculated, based on the liability method, of all temporary differences between carrying amounts and tax values, with the exception of temporary differences occurring at the time of acquisition of assets and liabilities neither affecting the results of operations nor the taxable income, as well as temporary differences on non-amortisable goodwill.

Deferred tax is measured according to the taxation rules and taxation rates in the respective countries applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the value at which they are expected to be utilised, either through elimination against tax on future earnings or through a set-off against deferred tax liabilities within the same jurisdiction.

#### Liabilities

Financial liabilities are recognised on the raising of the loan at the proceeds received net of transaction costs incurred. Interest-bearing debt is subsequently measured at amortised cost, using the effective interest rate method. Borrowing costs, including capital losses, are recognised as financing costs in the income statement over the term of the loan.

Other liabilities are measured at net realisable value.

#### Segment information

The breakdown of revenue in business segments and geographical segments is, pursuant to section 96(1) of the Danish Financial Statements Act, not stated, as the information about this may cause material damage to the company.

#### Financial ratios

Financial ratios are calculated in accordance with the Danish Society of Financial Analysts' guidelines on the calculation of financial ratios 'Recommendations and Financial Ratios 2015', cf. below:

##### Definition of financial ratios:

Gross margin:

$\text{Gross margin} / \text{Revenue} * 100$

EBIT margin:

$\text{Profit/loss from ordinary operating activities} / \text{Revenue} * 100$

Return on assets:

$\text{Profit/loss from ordinary operating activities} / \text{Average assets} * 100$

Current ratio:

$\text{Current assets} / \text{Current liabilities} * 100$

Equity ratio:

$\text{Closing equity} / \text{Equity \& liabilities at year-end} * 100$

Return on equity:

$\text{Profit/loss for the year} / \text{Average equity} * 100$



**Notes**

	<u>2015/16</u> DKKt	<u>2014/15</u> DKKt
<b>2. Staff costs</b>		
Analysis of staff costs:		
Wages/salaries	181,533	169,827
Pensions	7,646	6,997
Other social security costs	<u>2,408</u>	<u>2,792</u>
	<u><b>191,587</b></u>	<u><b>179,616</b></u>
	<u>Number</u>	<u>Number</u>
Average number of employees	<u>349</u>	<u>327</u>
Total remuneration to executive board and board of directors: DKKt 4.513 (2014/15: DKKt 4.324)		
<b>3. Financial income</b>		
Interest receivable, group entities	3,384	4,794
Other financial income	<u>1,135</u>	<u>5,074</u>
	<u><b>4,519</b></u>	<u><b>9,868</b></u>
<b>4. Financial expenses</b>		
Interest expenses, group entities	95	55
Other financial expenses	<u>11,499</u>	<u>10,570</u>
	<u><b>11,594</b></u>	<u><b>10,625</b></u>
<b>5. Tax for the year</b>		
Estimated tax charge for the year	19,010	13,824
Deferred tax adjustments in the year	<u>-1,414</u>	<u>1,665</u>
	<u><b>17,596</b></u>	<u><b>15,489</b></u>

## 6. Intangible assets

(DKKt)	Acquired intangible assets	Development projects in progress	Total
<b>Cost</b>			
Balance at 1/5 2015	5,557	1,335	6,892
Additions in the year	567	547	1,114
Disposals in the year	0	-102	-102
Transfer from other accounts	1,547	-1,547	0
<b>Cost at 30/4 2016</b>	<b>7,671</b>	<b>233</b>	<b>7,904</b>
<b>Amortisation and impairment losses</b>			
Balance at 1/5 2015	3,463	0	3,463
Amortisation in the year	1,251		1,251
<b>Amortisation and impairment losses at 30/4 2016</b>	<b>4,714</b>	<b>0</b>	<b>4,714</b>
<b>Carrying amount at 30/4 2016</b>	<b>2,957</b>	<b>233</b>	<b>3,190</b>

## 7. Property, plant and equipment

(DKKt)	Land and buildings	Plant and machinery	Other fixtures and fittings, tools and equipment	Property, plant and equipment in progress	Total
<b>Cost</b>					
Balance at 1/5 2015	193,260	225,898	28,174	0	447,332
Additions in the year	180	8,236	980	2,694	12,090
Disposals in the year	0	-851	-55	0	-906
<b>Cost at 30/4 2016</b>	<b>193,440</b>	<b>233,283</b>	<b>29,099</b>	<b>2,694</b>	<b>458,516</b>
<b>Depreciation and impairment losses</b>					
Balance at 1/5 2015	119,918	213,066	25,518		358,502
Depreciation in the year	6,525	4,241	1,105		11,871
Reversal of depreciation and impairment losses, disposals	0	-846	-55		-901
<b>Depreciation and impairment losses at 30/4 2016</b>	<b>126,443</b>	<b>216,461</b>	<b>26,568</b>		<b>369,472</b>
<b>Carrying amount at 30/4 2016</b>	<b>66,997</b>	<b>16,822</b>	<b>2,531</b>	<b>2,694</b>	<b>89,044</b>

## Notes

## 8. Investments in group entities

(DKKt)	<u>Investments in group entities</u>
<b>Cost</b>	
Balance at 1/5 2015	1,228
<b>Cost at 30/4 2016</b>	<u>1,228</u>
<b>Revaluations</b>	
Balance at 1/5 2015	2,413
Exchange adjustment	-317
Share of the profit/loss for the year	956
<b>Revaluations at 30/4 2016</b>	<u>3,052</u>
<b>Impairment losses</b>	
Impairment losses at 30/4 2016	<u>0</u>
<b>Carrying amount at 30/4 2016</b>	<u><u>4,280</u></u>

	<u>Legal form</u>	<u>Domicile</u>	<u>Interest (%)</u>
<b>Subsidiaries</b>			
Nissens UK	Ltd.	England	100.00

## 9. Investments - Receivables

(DKKt)	<u>Receivables from group entities</u>	<u>Other receivables</u>
<b>Cost</b>		
Balance at 1/5 2015	120,090	212
Additions in the year	<u>1,744</u>	<u>0</u>
<b>Transfer from other accounts</b>	<u>121,834</u>	<u>212</u>
<b>Carrying amount at 30/4 2016</b>	<u><u>121,834</u></u>	<u><u>212</u></u>

## Notes

	<u>30/4 2016</u> DKKt	<u>30/4 2015</u> DKKt
<b>10. Share capital</b>		
Analysis of the Company's share capital, DKK 1,000 thousand:		
1 share(s) of DKK 100,000.00 each	100	100
52 share(s) of DKK 10,000.00 each	520	520
5 share(s) of DKK 5,000.00 each	25	25
1 share(s) of DKK 4,000.00 each	4	4
4 share(s) of DKK 3,400.00 each	13	13
5 share(s) of DKK 2,600.00 each	13	13
5 share(s) of DKK 2,300.00 each	12	12
4 share(s) of DKK 1,700.00 each	7	7
306 share(s) of DKK 1,000.00 each	<u>306</u>	<u>306</u>
	<u><b>1,000</b></u>	<u><b>1,000</b></u>

The Company's share capital has remained DKK 1,000 thousand over the past 5 years.

### 11. Provisions

Other provisions comprise provisions for warranty commitments.

### 12. Long-term liabilities

Analysis of long-term liabilities:

	<u>Falling due between 1 and 5 years DKKt</u>	<u>Falling due after more than 5 years DKKt</u>	<u>Total long- term liabilities at 30/4 2016 DKKt</u>	<u>Current portion of long-term liabilities DKKt</u>
Mortgage debt	<u>41,897</u>	<u>116,948</u>	<u>158,845</u>	<u>10,455</u>
	<u><b>41,897</b></u>	<u><b>116,948</b></u>	<u><b>158,845</b></u>	<u><b>10,455</b></u>

	<u>30/4 2016</u> DKKt	<u>30/4 2015</u> DKKt
<b>13. Other payables</b>		
Derivative financial instruments	46,375	51,360
Other accrued expenses	<u>68,029</u>	<u>43,858</u>
	<u><b>114,404</b></u>	<u><b>95,218</b></u>

The company has entered into an interest swap regarding adjustable interest-bearing mortgage debt of nom. 100,000 thousand at fixed interest rate. The unrealized gain of the year including the tax effect is taken to equity.

**14. Security for loans**

Land and buildings and cash has been pledged as security for mortgage debt DKK 169,300 thousand and related interest swap agreement DKK 46,375 thousand. Land and buildings and cash has a total carrying amount of DKK 85,724 thousand.

**15. Contingent liabilities and other financial obligations****Other financial obligations**

	<u>30/4 2016</u> DKKt	<u>30/4 2015</u> DKKt
<b>Other rent and lease liabilities:</b>		
Rent and lease liabilities	<u>4,763</u>	<u>4,358</u>

Rent liabilities and payments under operating leases concerning cars, gas plant and computer equipment.

The remaining terms are 0 - 4 years.

**16. Related parties****Information about related parties with a controlling interest:**

<u>Related party</u>	<u>Domicile</u>	<u>Basis for control</u>
K. Nissen International A/S	Horsens	Participating interest
Alan Nissen	Horsens	Participating interest