

# Metso Denmark A/S

Vejlevej 5, DK-8700 Horsens

CVR no. 45 50 53 16

## Annual report 2015

Approved at the annual general meeting of shareholders on 25 April 2016

Chairman:



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Ole Kannerup Rasmussen

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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 Metso Denmark 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 development in the Company's operations and financial matters and the results of the Company's operations and financial position.

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

Horsens, 25 April 2016  
Executive Board:

  
Ole Kannerup Rasmussen  
Uffe Hansen

Board of Directors:

  
Eeva-Liisa Virkkunen  
Chairman  
Elisa Kristiina Erkkilä  
Uffe Hansen  
Ole Kannerup Rasmussen  
Lasse Mejer Hansen  
Jesper Dahl

## Independent auditors' report

To the shareholders of Metso Denmark A/S

### Independent auditors' report on the financial statements

We have audited the financial statements of Metso Denmark A/S for the financial year 1 January - 31 December 2015, 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 and for such internal 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, 25 April 2016

ERNST & YOUNG

Godkendt Revisionspartnerselskab

CVR No. 30 70 02 28



Henrik Andersen

state authorised public accountant

## Management's review

### Company details

Name	Metso Denmark A/S
Address, Postal code, City	Vejlevej 5, DK-8700 Horsens
CVR No.	45 50 53 16
Registered office	Horsens
Financial year	1 January - 31 December
Website	<a href="http://www.metso.com/recycling">www.metso.com/recycling</a>
E-mail	<a href="mailto:hrs.sales@metso.com">hrs.sales@metso.com</a>
Telephone	+45 76 26 64 00
Telefax	+45 76 26 64 01
Board of Directors	Eeva-Liisa Virkkunen, Chairman Elisa Kristiina Erkkilä Uffe Hansen Ole Kannerup Rasmussen Lasse Mejer Hansen Jesper Dahl
Executive Board	Ole Kannerup Rasmussen Uffe Hansen
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Værkmestergade 25, P O Box 330, 8100 Aarhus C, Denmark



## Management's review

### Financial highlights

DKK'000	2015	2014	2013	2012	2011
<b>Key figures</b>					
Gross margin	76,442	70,491	65,181	72,789	49,220
Operating profit	32,644	36,597	20,244	24,240	9,505
Net financials	-341	-515	-28	-1,403	-1,872
Profit/loss for the year	24,663	27,515	15,237	17,086	5,574
<b>Balance sheet</b>					
Total assets	94,883	121,248	153,159	132,445	150,886
Equity	38,443	53,780	66,265	51,028	33,942
<b>Financial ratios</b>					
Return on assets	30.2%	26.7%	14.2%	17.1%	7.2%
Solvency ratio	40.5%	44.4%	43.3%	38.5%	22.5%
Return on equity	53.5%	45.8%	26.0%	40.2%	17.9%
<b>Operational metrics</b>					
Average number of employees	92	92	105	106	95

## Management's review

### Operating review

#### The Company's business review

The company's main activity is development, production and marketing of mobile and stationary waste shredders for industrial use.

#### Recognition and measurement uncertainties

There are no significant uncertainties by recognition and measurement of the financial values and results.

#### Unusual matters having affected the financial statements

Nothing to report.

#### Financial review

The company has experienced a good market activity which has resulted in satisfactory sales as well as operating profit.

Continuous attention to cost management also contributes to the good financial result of 2015.

#### Knowledge resources

During several years the Company has achieved competences within handling and shredding of waste as well as equipment for this purpose. The Company will continue the development within this area.

#### Special risks

The Company is not exposed to particular operating risks, financial risks, interest risks or credit risks compared to other similar companies within the industry.

#### Research and development activities

The activities during 2015 has focused on further development of the fine-shredder product portfolio as well as a new mobile pre-shredder which was introduced during second half of 2015.

#### Post balance sheet events

No events have occurred that impacts the assessment of the result and financial position at balance sheet date.

#### Outlook

We see a continued good level of market activity and further global opportunities for our products. The management expects a satisfactory financial result for 2016.

## Financial statements for the period 1 January - 31 December

### Income statement

Note	DKK'000	2015	2014
	<b>Gross profit</b>	76,442	70,491
3-4	Distribution costs	-24,893	-17,359
3-4	Administrative expenses	-18,507	-15,715
	<b>Ordinary operating profit</b>	33,042	37,417
	Other operating expenses	-398	-820
	<b>Operating profit</b>	32,644	36,597
5	Financial income	14	40
6	Financial expenses	-355	-555
	<b>Profit before tax</b>	32,303	36,082
7	Tax for the year	-7,640	-8,567
	<b>Profit for the year</b>	24,663	27,515
	<b>Proposed profit appropriation</b>		
	Proposed dividend recognised under equity	22,000	40,000
	Retained earnings/accumulated loss	2,663	-12,485
		24,663	27,515



## Financial statements for the period 1 January - 31 December

### Balance sheet

Note	DKK'000	2015	2014
	<b>ASSETS</b>		
	Non-current assets		
8	<b>Intangible assets</b>		
	Completed development projects	0	0
	Acquired intangible assets	1,617	4,851
		<u>1,617</u>	<u>4,851</u>
9	<b>Property, plant and equipment</b>		
	Land and buildings	2,859	2,913
	Plant and machinery	6,647	7,858
	Other fixtures and fittings, tools and equipment	162	204
	Property, plant and equipment in progress	2,137	917
		<u>11,805</u>	<u>11,892</u>
	<b>Total non-current assets</b>	<u>13,422</u>	<u>16,743</u>
	<b>Current assets</b>		
	<b>Inventories</b>		
	Raw materials and consumables	34,461	29,571
	Work in progress	15,796	12,182
	Finished goods and goods for resale	3,793	5,407
		<u>54,050</u>	<u>47,160</u>
	<b>Receivables</b>		
	Trade receivables	15,222	22,079
	Receivables from group entities	3,295	23,485
	Other receivables	8,894	9,770
		<u>27,411</u>	<u>55,334</u>
	<b>Cash</b>	<u>0</u>	<u>2,011</u>
	<b>Total current assets</b>	<u>81,461</u>	<u>104,505</u>
	<b>TOTAL ASSETS</b>	<u>94,883</u>	<u>121,248</u>

## Financial statements for the period 1 January - 31 December

### Balance sheet

Note	DKK'000	2015	2014
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
10	Share capital	6,001	6,001
	Retained earnings	10,442	7,779
	Dividend proposed for the year	22,000	40,000
	<b>Total equity</b>	<b>38,443</b>	<b>53,780</b>
	<b>Provisions</b>		
11	Deferred tax	367	682
	Other provisions	6,203	5,362
12	<b>Total provisions</b>	<b>6,570</b>	<b>6,044</b>
	<b>Liabilities other than provisions</b>		
	<b>Current liabilities other than provisions</b>		
	Current portion of long-term liabilities	0	2,210
	Prepayments received from customers	14,656	17,510
	Trade payables	13,794	12,592
	Payables to group entities	1,524	4,355
	Income taxes payable	1,152	2,460
13	Other payables	18,744	22,297
		<b>49,870</b>	<b>61,424</b>
	<b>Total liabilities other than provisions</b>	<b>49,870</b>	<b>61,424</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>94,883</b>	<b>121,248</b>
1	Accounting policies		
14	Contractual obligations and contingencies, etc.		
15	Related parties		

## Financial statements for the period 1 January - 31 December

### Statement of changes in equity

DKK'000	Share capital	Retained earnings	Dividend proposed for the year	Total
Equity at 1 January 2014	6,001	20,264	40,000	66,265
Profit/loss for the year	0	-12,485	40,000	27,515
Dividend distributed	0	0	-40,000	-40,000
<b>Equity at 1 January 2015</b>	<b>6,001</b>	<b>7,779</b>	<b>40,000</b>	<b>53,780</b>
Profit/loss for the year	0	2,663	22,000	24,663
Dividend distributed	0	0	-40,000	-40,000
<b>Equity at 31 December 2015</b>	<b>6,001</b>	<b>10,442</b>	<b>22,000</b>	<b>38,443</b>

## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies

The annual report of Metso Denmark A/S for 2015 has been presented in accordance with the provisions of the Danish Financial Statements Act as regards medium-sized reporting class C enterprises.

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

#### Recognition and measurement in general

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 reliably measured.

Liabilities are recognised in the balance sheet when an outflow of economic benefits is probable and when the liability can be reliably measured.

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

Certain financial assets and liabilities are measured at amortised cost implying the recognition of a constant effective interest rate to maturity. Amortised cost is calculated as initial cost minus any principal repayments and plus or minus the cumulative amortisation of any difference between cost and nominal amount.

In recognising and measuring assets and liabilities, allowance is made for gains, losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income is recognized in the income statement as earned, including value adjustments of financial assets and liabilities measured at fair value or amortised cost. Equally, cost incurred to generate the year's earnings are recognized, including depreciation, amortization, impairment and provisions as well as reversals as a result of changes in accounting estimates of amounts which were previously recognized in the income statement.

#### 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 date and at the date of payment are recognized in the income statement as interest income or expense and similar items.

Receivables, 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 on which the receivable or payable arose or was recognized in the latest consolidated and parent company financial statements is recognized in the income statement as financial income or expense and similar items.

#### Derivative financial instruments

Derivative financial instruments are initially recognised in the balance sheet at cost and are subsequently measured at fair value.

Changes in the fair value of derivative financial instruments designated as and qualifying for recognition as a hedge of the fair value of a recognised asset or liability are recognised in the income statement together with changes in the fair value of the hedged asset or liability.



## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Income statement

###### Revenue

Revenue includes sale of finished products, services and spare parts. Revenue is recognised net of VAT and taxes charged on behalf of third parties.

###### Gross profit

In the income statement, revenue, production expenses and other operating income have been aggregated into one item called 'gross margin', cf. section 32 of the Danish Financial Statements Act.

###### Other operating expenses

Other 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.

###### Production costs

Production expenses comprise the expenses of this year's sale and goods used in the production of the year. The expenses include raw materials, consumables, production staff and production overheads comprise indirect cost of material and labour as well as maintenance and depreciation of production machinery, buildings and equipment as well as plant administration and management.

Production expenses include development projects and depreciation of development projects recognised in the balance sheet.

###### Distribution costs

Distribution expenses comprise the expenses of distribution of goods sold and sale and marketing campaigns which includes expenses for staff, advertisement and depreciation.

###### Administrative expenses

Administration expenses comprise expense of management of the company which includes expenses for staff, office supplies and depreciation.

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

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

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight-line basis over the expected useful life. The expected useful lives are as follows:

Buildings	25 years
Plant and machinery	5-10 years
Other fixtures and fittings, tools and equipment	4-5 years

Land is not depreciated.

###### Financial income and expenses

Financial income and expenses comprise of interest income and expenses, gains and losses on securities and transactions denominated in foreign currencies, surcharges and allowances under the onaccount tax scheme etc.



## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Tax

Tax for the year comprises of current tax and changes in deferred tax for the year. The tax expense relating to the profit/loss for the year is recognised in the income statement. Current and deferred tax concerning changes in equity is taken directly to equity.

##### Balance sheet

##### Intangible assets

Development projects comprise of expenses, salaries and wages which are directly or indirectly attributable to the company's development activities.

Development projects that are clearly defined and identifiable and in respect of which the technological feasibility, sufficient resources and a potential future market or development potential in the enterprise can be demonstrated and where the intention is to produce, market or use the product or the process, are recognised as intangible assets provided that it is sufficiently certain that the future earnings are adequate to cover the production, sales and administrative expenses and the total development costs.

Other development costs are recognised in the income statement when incurred.

Intangible assets, which are recognised in the balance sheet, are measured at cost less accumulated amortisation and impairment losses.

Following the completion of the development work, development costs are amortised on a straight-line basis over estimated useful life. The amortization period is usually 5 years.

##### Property, plant and equipment

Land and buildings, plant and machinery, fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises of the purchase price and any costs directly attributable to the acquisition until such date as the asset is available for use. The cost of selfconstructed assets comprise direct and indirect costs of materials, components, sub suppliers, wages and salaries.

Assets with a total cost of DKK 25.000 or less are recognised in the income statement when incurred.

Gains and losses on the disposal of property, plant and equipment are determined as the difference between the sales price less cost of disposal and the carrying amount at the date of disposal. Gains or losses are recognised in the income statement under other operating income or expenses.

##### Impairment of fixed assets

The carrying amount of intangible assets and property, plant and equipment is subject to an annual impairment test. In case of evidence of impairment, each asset or group of assets is tested for impairment. Assets are written down to the lower of the recoverable amount and the carrying amount.

##### Inventories

Inventories are measured at cost using the weighted average cost method. If the net realisable value is lower than the cost, inventories are written down to this lower value.

The cost of raw materials and consumables includes the purchase price plus costs of delivery. The cost of finished goods and work in progress includes, consumables, direct labour and production overheads.

## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

Production overheads comprise indirect cost of material and labour as well as maintenance and depreciation of production machinery, buildings and equipment as well as plant administration and management. Borrowing costs are not included in cost.

The net realisable value of inventories is calculated as the sales price less cost of completion and expenses incurred to effect the sale and is made up taking into account marketability, obsolescence and developments in the expected sales price.

#### Receivables

Trade receivables are measured at amortised cost, which usually correspond to the normal value. A provision is made for bad debts based on an individual assessment of each account receivable.

#### Cash and cash equivalents

Cash comprises cash balances and bank balances.

#### Provisions

Provisions comprise of anticipated expenses related to commitments in respect of sold machines. Provisions are recognised when, as a result of past events, the company has a legal or a constructive obligation and it is probable that there may be an outflow of resources embodying economic benefits to settle the obligation.

Warranties comprise obligations to make good any defects within the warranty period of normally 1-2 years. Provisions for warranties are measured at net realisable value and are recognised based on past experience. The provision made is estimated on a current basis and is adjusted in accordance with the experiential development in costs.

#### Corporation tax

Current tax charges and receivables are recognised in the balance sheet as the estimated tax charge in respect of the expected taxable income for the year, adjusted for tax on prior years' taxable income and tax paid in advance.

Deferred tax assets are measured at the value at which they are expected to be utilized, either through elimination against tax on future earnings or through a set-off against deferred tax liabilities.

Deferred tax assets, including the tax base of possible tax loss carry forwards, are recognised at the expected value of their utilization; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity and jurisdiction.

Deferred tax is measured according to the tax rules at the balance sheet date when the deferred tax is expected to be realized as current tax. The change in deferred tax as a result of changes in tax rates is recognised in the income statement.

## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Liabilities

Financial liabilities are recognised at the time of borrowing at the proceeds received net of transaction costs incurred. Financial liabilities are subsequently measured at amortised cost.

Other liabilities are measured at net realisable value.

##### Cash flow statement

The Company has not prepared a cash flow statement as this is included in the consolidated financial statements of Metso Corporation.



## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

<b>2 Other operating income</b>		
Income from sale of Intangible assets	0	3,481
Income from sale of Property, plant and equipment	12	121
Royalty	0	200
Other income	51	0
	<u>63</u>	<u>3,802</u>
<b>3 Staff costs</b>		
Wages/salaries	50,718	50,488
Pensions	4,499	4,742
Other social security costs	199	199
	<u>55,416</u>	<u>55,429</u>
Average number of full-time employees	<u>92</u>	<u>92</u>
Referring to the Danish Financial Statements Act § 98 b the Company has refrained from informing the fee to management.		
Staff costs are recognised in the income statement under the following items:		
Production costs with DKK 31,347 thousand, Distribution costs with DKK 13,744 thousand and Administrative expenses with DKK 10,325 thousand		
<b>4 Amortisation/depreciation of intangible assets and property, plant and equipment</b>		
Amortisation of intangible assets	3,234	3,267
Depreciation of property, plant and equipment	2,152	2,445
	<u>5,386</u>	<u>5,712</u>
Amortisation/depreciation of intangible assets and property, plant and equipment are recognised in the income statement under the following items:		
Production costs with DKK 2,014 thousand, Distribution costs with DKK 3,271 thousand and Administrative expenses with DKK 101 thousand		
<b>5 Financial income</b>		
Interest receivable, group entities	14	40
	<u>14</u>	<u>40</u>
<b>6 Financial expenses</b>		
Interest expenses, group entities	24	6
Other financial expenses	331	549
	<u>355</u>	<u>555</u>

## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

<b>7 Tax for the year</b>		
Estimated tax charge for the year	7,952	9,176
Deferred tax adjustments in the year	-290	-557
Tax adjustments, prior years	3	0
Change in tax rate	-25	-52
	<u>7,640</u>	<u>8,567</u>

### 8 Intangible assets

DKK'000	Completed development projects	Acquired intangible assets	Total
Cost at 1 January 2015	2,495	16,170	18,665
Disposals in the year	-2,495	0	-2,495
Cost at 31 December 2015	<u>0</u>	<u>16,170</u>	<u>16,170</u>
Impairment losses and amortisation at 1 January 2015	2,495	11,319	13,814
Amortisation in the year	0	3,234	3,234
Reversal of amortisation and impairment of disposals	-2,495	0	-2,495
Impairment losses and amortisation at 31 December 2015	<u>0</u>	<u>14,553</u>	<u>14,553</u>
Carrying amount at 31 December 2015	<u>0</u>	<u>1,617</u>	<u>1,617</u>

### 9 Property, plant and equipment

DKK'000	Land and buildings	Plant and machinery	Other fixtures and fittings, tools and equipment	Property, plant and equipment in progress	Total
Cost at 1 January 2015	34,134	31,011	5,522	917	71,584
Additions in the year	916	292	35	2,136	3,379
Disposals in the year	-1,891	-263	-1,451	-916	-4,521
Cost at 31 December 2015	<u>33,159</u>	<u>31,040</u>	<u>4,106</u>	<u>2,137</u>	<u>70,442</u>
Impairment losses and depreciation at 1 January 2015	31,221	23,153	5,318	0	59,692
Amortisation/depreciation in the year	633	1,442	77	0	2,152
Reversal of amortisation/depreciation and impairment of disposals	-1,554	-202	-1,451	0	-3,207
Impairment losses and depreciation at 31 December 2015	<u>30,300</u>	<u>24,393</u>	<u>3,944</u>	<u>0</u>	<u>58,637</u>
Carrying amount at 31 December 2015	<u>2,859</u>	<u>6,647</u>	<u>162</u>	<u>2,137</u>	<u>11,805</u>
Amortised over	<u>25 years</u>	<u>5-10 years</u>	<u>4-5 years</u>		



## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

DKK'000	<u>2015</u>	<u>2014</u>
<b>10 Share capital</b>		
The share capital consists of the following:		
6,001 shares of DKK 1,000.00 each	<u>6,001</u>	<u>6,001</u>
	<u>6,001</u>	<u>6,001</u>

The Company's share capital has remained DKK 6,001 thousand over the past 5 years.

### 11 Deferred tax

Deferred tax relates to:

DKK'000	<u>2015</u>	<u>2014</u>
Intangible assets	661	443
Property, plant and equipment	-1,018	-1,227
Inventories	-188	-309
Provisions	<u>178</u>	<u>411</u>
	<u>-367</u>	<u>-682</u>

### 12 Provisions

The company provides warranties of 1-2 years on certain products and is obliged to repair or replace the products, which are not satisfactory. Under other provisions an amount of DKK 6,203 thousand (2014: DKK 5,362 thousand) is accrued for expected warranty claims based on experience with historic level for repairs and returned goods.

### 13 Other payables

Other accrued expenses	<u>18,744</u>	<u>22,297</u>
	<u>18,744</u>	<u>22,297</u>

In order to hedge recognised financial transactions, Metso Denmark A/S uses forward exchange contracts.

Signed forward exchange contract for buy of GBP 38 thousand at a rate of 1,061.79 or DKK 398 thousand

Signed forward exchange contract for buy of EUR 2,150 thousand at a rate of 746.08 or DKK 16,041 thousand

Signed forward exchange contract for sale of GBP 592 thousand at a rate of 1,026.92 or DKK 6,077 thousand

Signed forward exchange contract for sale of EUR 6,707 thousand at a rate of 745,79 or DKK 50,020 thousand

## Financial statements for the period 1 January - 31 December

### Notes to the financial statements

#### 14 Contractual obligations and contingencies, etc.

##### Other financial obligations

The Company has signed operational leasing contracts with an average annual lease of DKK 232 thousand. The maturity of the contracts is up to 58 months and the total cost is DKK 1,121 thousand.

The company has entered into a lease contract with a yearly rent of DKK 187 thousand. The lease can be terminated with 3 months' notice.

Warranties to customers and suppliers provided by third parties, the company's bank and financial connections are totaling DKK 10,887 thousand (2014: DKK 30,331 thousand).

#### 15 Related parties

Metso Denmark A/S' related parties comprise the following:

##### Parties exercising control

<u>Related party</u>	<u>Domicile</u>	<u>Basis for control</u>
Metso Minerals OY	Fabianinkatu 9 A, FI-00130 Helsinki, Finland	Participating interest

##### Information about consolidated financial statements

<u>Parent</u>	<u>Domicile</u>	<u>Requisitioning of the parent's consolidated financial statements</u>
Metso Corporation	Finland	<a href="http://www.metso.com">www.metso.com</a>

##### Related party transactions not carried through on normal market terms

The company has transactions with other companies in the Metso Corporation. These transactions relate to sale and purchase of materials and services and financial transactions and take place on an arm's length basis.