



Formica Danmark A/S
Østergade 1, 2
1100 København K
Denmark

Telephone +45 43 58 82 00
www.formica.com

Formica Danmark A/S

Annual report 2015/16

The annual report was presented and adopted at the
Company's annual general meeting

on 19 December 2016

Neil Laurence Mason

Neil Laurence Mason
chairman

CVR no. 52 63 27 14

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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 Formica Danmark A/S for the financial year 1 July 2015 – 30 June 2016.

The annual report has been 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 assets, liabilities and financial position at 30 June 2016 and of the results of the Company's activities for the financial year 1 July 2015 – 30 June 2016.

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

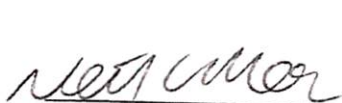
We recommend that the annual report should be approved at the annual general meeting.

Copenhagen, 19 December 2016
Executive Board:



Ingvar Delen

Board of Directors:



Neil Laurence Mason
Chairman



Paul Foreman



Ingvar Delen

The general meeting has decided that the financial statements for the coming financial year will not be audited.



Auditor's report on the compilation of the financial statements

To the shareholder of Formica Danmark A/S

We have compiled the financial statements of Formica Danmark A/S for the financial year 1 July 2015 – 30 June 2016 on the basis of the Company's bookkeeping and other information provided by you.

The financial statements comprise accounting policies, income statement, balance sheet and notes.

We conducted our work in accordance with ISRS 4410, Engagements to compile financial information.

We relied on our professional expertise to assist you with the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with relevant provisions laid down in the Danish Auditors Act and FSR – Danish auditors' ethical requirements of auditors, including principles governing integrity, objectivity, professional competence and due care.

Management is responsible for the financial statements and the accuracy and completeness of the information used for the compilation of the financial statements.

As an engagement to compile financial information does not make up an assurance engagement, we are not under any obligation to verify the accuracy or completeness of the information you have provided to us for the compilation of the financial statements. Accordingly, we do not express an audit or review opinion on whether the financial statements has been prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 19 December 2016

KPMG

Statsautoriseret Revisionspartnerselskab
CVR no. 25 57 81 98

Per Ejning Olsen
State Authorised
Public Accountant

Formica Danmark A/S
Annual report 2015/16
CVR no. 52 63 27 14

Management's review

Company details

Formica Danmark A/S
Østergade 1, 2
1100 København K
Denmark

Telephone: +45 43 58 82 00
Website: www.formica.com

CVR no.: 52 63 27 14
Established: 12 March 1984
Registered office: Copenhagen
Financial year: 1 July – 30 June

Board of Directors

Neil Laurence Mason (Chairman)
Paul Foreman
Ingvar Delen

Executive Board

Ingvar Delen

Management's review

Operating review

Principal activities

The principal activity of Formica Danmark A/S is sales work in Denmark for other companies in the Formica Group. The revenue of the Company relates to consideration for sales work according to service agreements with other companies in the Formica Group.

Financial development in 2015/16

The financial development in 2015/16 meets expectations. The net profit for 2015/16 amounts to DKK 186 thousand, and equity at 30 June 2016 amounts to DKK 1,207 thousand.

Events after the balance sheet date and outlook for 2016/17

No events have occurred after the balance sheet date that affect the financial statements for 2015/16. For 2016/17, the Company expects that activities and net results will be at the same level as in 2015/16.

Financial statements 1 July 2015 – 30 June 2016

Accounting policies

The annual report of Formica Danmark A/S for 2015/16 has been presented in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Income statement

Revenue

Revenue comprises income from service agreements with other companies in the Formica Group. The income is measured at the fair value of the agreed consideration, excluding VAT and taxes charged on behalf of third parties.

Staff costs

Staff costs comprise wages and salaries, including holiday allowance, pension and other social security costs, etc., to the Company's employees, excluding reimbursements from public authorities.

Other external costs

Other external costs comprise costs related to the sales work, including sales promotion, transportation, rent, communication, IT and administration.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Financial income and expenses comprise interest income and expense, cost of finance leases as well as realised and unrealised gains and losses on transactions in foreign currencies as well as surcharges and refunds under the on-account tax scheme, etc.

Tax on profit/loss for the year

Tax for the year comprises current tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement at the amount attributable to the profit/loss for the year and directly in equity at the amount attributable to entries directly in equity.

Financial statements 1 July 2015 – 30 June 2016

Accounting policies

Balance sheet

Receivables

Receivables are measured at amortised cost, which corresponds to nominal value. The value is reduced by write-down for bad debts.

Prepayments

Prepayments comprise prepayment of costs incurred relating to subsequent financial years.

Equity

Corporation tax and deferred 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 measured on the planned use of the asset or settlement of the liability.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; 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. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement or equity, respectively.

Financial statements 1 July 2015 – 30 June 2016

Accounting policies

Liabilities

Financial liabilities and finance lease debt are recognised at the date of borrowing, equivalent to proceeds received less transaction costs paid.

Trade payables and payables to group entities are recognised at cost. Subsequently, these financial liabilities are measured at amortised cost.

Other liabilities are measured at net realisable value.

Foreign currency translation

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

Receivables, payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The differences between the exchange rates at the balance sheet date and the date 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.

Financial statements 1 July 2015 – 30 June 2016

Income statement

	Note	2015/16	2014/15
Revenue		1,896,733	1,975,886
Other external expenses		-384,763	-310,709
Gross profit		1,511,970	1,665,177
Staff costs	1	-1,387,885	-1,541,057
Operating profit		124,085	124,120
Financial income	2	116,036	123,393
Financial expenses	3	-8,430	-9,379
Profit before tax		231,691	238,134
Tax on profit for the year	4	-55,431	-55,793
Profit for the year		<u>176,260</u>	<u>182,341</u>
 Proposed profit appropriation			
Retained earnings		<u>176,260</u>	<u>182,341</u>
		<u>176,260</u>	<u>182,341</u>

Financial statements 1 July 2015 – 30 June 2016

Balance sheet

	Note	2015/16	2014/15
ASSETS			
Non-current assets			
Receivables			
Receivables from group entities		3,041,229	2,766,808
Deferred tax assets		11,668	15,085
Corporation tax receivables		0	0
Other receivables		29,517	33,348
		<u>3,082,414</u>	<u>2,815,241</u>
Cash at bank and in hand		47,877	67,009
TOTAL ASSETS		<u>3,130,291</u>	<u>2,882,250</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	5	500,000	500,000
Retained earnings		706,579	530,319
Total equity		<u>1,206,579</u>	<u>1,030,319</u>
Current liabilities			
Accounts payable		0	4,375
Payables to group entities		1,476,127	1,394,475
Corporation tax payable		39,054	29,569
Other payables		408,531	423,512
		<u>1,923,712</u>	<u>1,851,931</u>
TOTAL EQUITY AND LIABILITIES		<u>3,130,291</u>	<u>2,882,250</u>

Financial statements 1 July 2015 – 30 June 2016

Notes

	<u>2015/16</u>	<u>2014/15</u>	
1 Staff costs			
Wages and salaries	1,225,116	1,345,433	
Pensions	153,941	158,812	
Other social security costs	8,828	36,812	
	<u>1,387,885</u>	<u>1,541,057</u>	
2 Financial income			
Interest income from group entities	<u>116,036</u>	<u>123,393</u>	
3 Financial expenses			
Other financial expenses	<u>8,430</u>	<u>9,379</u>	
4 Tax on profit for the year			
Tax in the taxable income for the year	49,892	47,778	
Adjustment to deferred tax asset for the year	5,539	8,015	
Adjustment to deferred tax asset, prior year	0	0	
	<u>55,431</u>	<u>55,793</u>	
5 Equity			
	Share capital	Retained earnings	Total
Balance at 1 July 2015	500,000	530,319	1,030,319
Net profit for the year	0	176,260	176,260
Balance at 30 June 2016	<u>500,000</u>	<u>706,579</u>	<u>1,206,579</u>