

Silvatec Skovmaskiner A/S

Fabrikvej 6 9640 Farsø

CVR no. 73 38 68 10

Annual report 2015

Approved at the annual general meeting of shareholders on 6 July 2016

Chairman

Michael Krubel

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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 Silvatec Skovmaskiner A/S for the financial year 1 January - 31 December 2015.

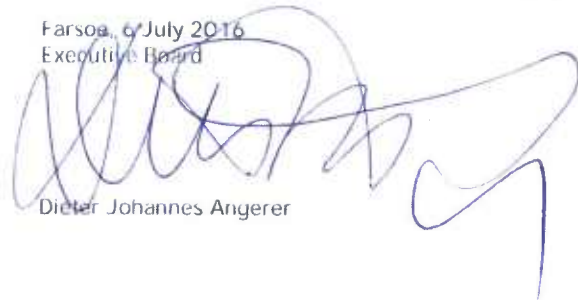
The annual report is prepared in accordance with the Danish Financial Statements Act

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

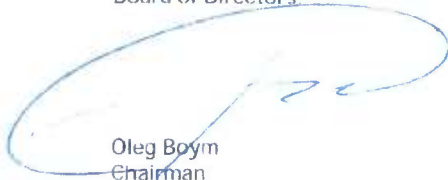
We recommend that the annual report be approved at the annual general meeting.

Farsø, 6 July 2016
Executive Board




Dieter Johannes Angerer

Board of Directors



Oleg Boym
Chairman



Albert Bakov

Dmitriy Vladimirovich
Drevlyanskiy

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have jointly reviewed and approved the annual report of Sibanye-Stillwater Limited ("Sibanye-Stillwater") 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 Review gives a true and fair view of the matters discussed in the Management Review.

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

Dated: 5 July 2016

For the Board:



Director Johannes Anger

Director of Directors:



Ding Boym
Chairman

Albert Eason



Dmitriy Vladimirovich
Drujanskij

Independent auditors' report

To the shareholders of Silvatec Skovmaskiner A/S

Independent auditors' report on the financial statements

We have audited the financial statements of Silvatec Skovmaskiner 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 a summary of significant 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 under Danish audit regulations. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to 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 consider 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.

Emphasis of matter regarding matters in the financial statements

Without modifying our opinion, we wish to draw attention to the financial statements, which reflects that the Company recorded a loss of DKK 19,240 thousand for the financial year ended 31. december 2015 and that the Company's liabilities at this date exceeded the Company's assets by DKK 17,274 thousand. This, combined with the other matters mentioned in note 2, indicates that the Company's ability to remain a going concern is associated with considerable uncertainty.

Independent auditors' report

Report on other legal and regulatory requirements

Emphasis-of-matter paragraph concerning other matters

- The Company has not observed the deadline for submission of the annual report for 2015. Management may incur liability in this respect.
- The Company has not fully complied with the requirements of the Danish Tax at Source Act, as no PAYE tax, etc. has been reported regarding payable salary exceeding six month. Management may incur liability in this respect.

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, 6 July 2016
ERNST & YOUNG
Godkendt Revisionspartnerselskab
CVR No. 30 70 02 28


Jes Lauritzen
State Authorised Public Accountant


Kim R. Mortensen
state authorised public accountant

Management's review

Company details

Name	Silvatec Skovmaskiner A/S
Address, Postal code, City	Fabriksvej 6, 9640 Farsø
CVR No.	73 38 68 10
Established	1 November 1983
Registered office	Vesthimmerland
Financial year	1 January - 31 December
Website	www.silvatec.dk
E-mail	Silvatec@Silvatec.com
Telephone	+45 98 63 24 11
Board of Directors	Oleg Boym, Chairman Albert Bakov Dmitriy Vladimirovich Drevlyanskiy
Executive Board	Dieter Johannes Angerer
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Værkmestergade 25, P O Box 330, 8100 Aarhus C, Denmark

Management's review

Operating review

The Company's business review

Principal activities of the Company

Silvatec Skovmaskiner A/S' principal activities consist of production and sale of forestry machinery, such as harvesters, forwarders, wood chippers, harvesting heads, as well as after sales services and spareparts.

Mid of 2013 the company increased its research and development efforts with the target to launch a new generation of harvesters and forwarders in 2014, that complies in all features with most modern European standards - foremost the compliance with mandatory European engine standards concerning DIRECTIVE 2006/42/EC ("Stage- IV). The development program has been endorsed on 19.6.2013 by the pan-European research network "EUREKA" as innovative approach to develop "ECO Forestry Machines". During 2014, the major development efforts have been completed, so that Silvatec could successfully launch the "Next Generation Harvester - Stage IV" during its 30th anniversary celebration on 6th November 2014. During 2015, the company was optimizing and testing this new machine, as well as developing also a new generation of harvesting head for the new machines.

Daily operations, however, remained tight, so the restrictive governance against cash-inattractive deals and trade-ins of second-hand machines has been kept like in the previous years. Substantial further cost reductions in personnel and other operative costs have been achieved. Moreover, the centralization of operations, including the ramp-down of subsidiaries in UK, Ireland and France has been driven forward.

Losses for the year 2015 changed by 186 % to reach DKK 19,240 thousand in 2015 versus a loss of DKK 6,709 thousand in 2014. While still generating losses, the measures taken were successfully generating cash-flow for ongoing operations in 2015 and putting headcount and stock level to an all-time low.

European markets for Silvatec's equipment have further declined in 2015 by approx. 15-18%. Russian markets remain closed due to tightened geopolitical restrictions, but the component sale in course of the increasing local production of similar machinery in Russian factories may increase by that.

The company fund cash-wise its entire business operations during 2015 without any bank credit lines, but with support received from the sister company Vogel & Noot. Loans have been reduced from DKK 31,128 thousand (2013) to DKK 24.338 thousand (2015).

Equity totalled DKK - 17,274 thousand at 31 december 2015 (2014: DKK 4,861 thousand).

Since 29.4.2016, Machinery & Industrial Group N.V. is directly the 100 % shareholder of Silvatec.

Uncertainty relating to recognition and measurement

The subsidiaries are either dormant or in the process of suspending their payments, and it has not been possible to obtain a sufficient accounting basis for recognition of the investments or receivables. The French subsidiary was in process of liquidation ("liquidation judiciaire"). Management believes that Silvatec Skovmaskiner A/S has no obligations or the like vis-à-vis the subsidiaries and that recognition of investments and receivables at DKK 0 thousand is reasonable and adequate.

Unusual circumstances

No unusual circumstances are to be reported.

Particular risks

Management's review

Operating review

Silvatec Skovmaskiner A/S is included in a manufacturing group in which Machinery & Industrial Group N.V, the Netherlands is the ultimate parent company. During 2015, Machinery & Industrial Group N.V. was wholly-owned by Vnesheconombank, Russia. However, during Q1/2016, full ownership of Machinery & Industrial Group N.V. has been returned to original shareholders and Vnesheconombank has no shares anymore in the group.

Machinery & Industrial Group N.V. has in recent years incurred considerable negative results. Silvatec Skovmaskiner A/S is in major material respects financed by means of loans from other group companies and thereby materially dependent on continued financing from group companies. It shall be, however, noted that a significant amount of these loans have been reduced during 2014 in course of a know-how trade from the Company to these borrowers.

Business risks

The business risks primarily relate to current assets and are considered limited. As with the current operational cost level and stock of second hand machinery, Management is of the opinion to fund its day-to-day operations even when the market for new machines declines to an unexpectedly low level. As such, the market risk is deemed to be low. As main operations are effected within the European Union, legal and political risks are deemed insignificant.

Financial risks

The financial risks primarily relates to transactions made in Euro for which the risk is deemed low.

Outlook

The emphasis for the year 2015 was continuation of the development of a brand new generation of harvesting head, which has been successfully completed. The Company is, as such, in possession of a cutting-edge product design, competitive under all contemporary European demands. During 2015 the first samples for outsourcing of production of these harvesting heads have been produced in sister company Vogel&Noot Hungary, with the perspective to start mass production in this factory due to lower cost and serial production facilities. Inclusion of Silvatec's product into the sales portfolio of the company Vogel&Noot increases marketing coverage to a wide area of Europe, which would not be reachable by Silvatec alone.

During 2015, Silvatec Skovmaskiner A/S has formed together with the Austrian company Vogel & Noot Landmaschinen GmbH & Co KG the "European Agri-Forest Group", joining forces in sales, marketing, sparepart management and, at a second stage, also in production. Vogel & Noot, ultimately a sister company of Silvatec, has with almost 600 employees and a consolidated revenue of approx. 65 million EUR (2014) the scale to bring the new Silvatec products to a market scale, which would be inaccessible for Silvatec alone.

Vogel & Noot, therefore, became the General Reseller for Silvatec products throughout all major companies in Europe. Both companies are jointly managed by one Group CEO, overlooking the interworking and integration of the companies with regards to common market expansion.

At the date of compilation of this report, Vogel & Noot has already commenced reselling Silvatec products. As a particular success, it sold the new Harvester prototype "Sleipner Stage IV" by utilization of Vogel&Noot's bank finance facilities - which would not have been possible for Silvatec alone. It launched common marketing (such as e.g. joint appearance at Europe's largest agricultural fair AGRITECHNICA in November), and started a comprehensive competence exchange program.

Moreover, a joint purchase company (MIG Parts & Components GmbH) in Austria will gradually centralize the purchasing for both Vogel&Noot and Silvatec, attempting to reach economies of scale in terms of material pricing and delivery conditions. Silvatec Skovmaskiner A/S is planned during 2016 to become fully integrated into the consolidation holdingcompany of Vogel&Noot, benefitting by that from stronger finance support and the large resource pool of the new "Agri-Forest Group Europe".

While the Company's going concern status remains tight, Management is of the opinion that, based on forecasted operating budget and cash flow budget, the Company has again sufficient liquidity until the end of 2016 - yet in a worst-case scenario of no new machinery sales, but pure resale of the stock of second-hand machines and services.

The principal assumptions for the operating budget and the cash flow budget are:

Management's review

Operating review

- Continued conclusion of installment schemes with the Company's creditors
- Continued financial support from the parent company; as well as minimal purchase assurances from Vogel & Noot, the new General Reseller for Europe and sister company
- Continued stringent spending governance, strong focus on debtor aging reduction, headcount and ongoing optimization in supply chain and indirect spending.

The Company's ability to remain a going concern is dependent on sufficiently new orders for sale of machinery and components being realized with a positive cash flow on an ongoing basis and establishment of an instalment plan with the public authorities regarding the debt mentioned in note 10. If the Company is not going to be profitable in the foreseeable future the Company's property and inventories will need to be written down by considerable amounts.

As a consequence of the loss in 2015 the company has lost the share capital. The company expects to be profitable in the future and thereby the share capital will be reestablished.

Post balance sheet events

No events have occurred after the balance sheet date which could significantly affect the Company's financial position in a negative way.

Financial statements for the period 1 January - 31 December

Income statement

Note	DKK'000	2015	2014
	Gross profit/loss	-8,673	3,380
	Distribution costs	-1,538	-1,521
	Administrative expenses	-3,869	-4,993
	Operating profit/loss	-14,080	-3,134
	Share of profit/loss in group enterprises	0	-3,147
	Financial income	356	224
3	Financial expenses	-1,975	-1,625
	Profit/loss before tax	-15,699	-7,682
4	Tax for the year	-3,541	973
	Profit/loss for the year	-19,240	-6,709
	 Proposed profit appropriation/distribution of loss		
	Retained earnings/accumulated loss	-19,240	-6,709
		-19,240	-6,709

Financial statements for the period 1 January - 31 December

Balance sheet

Note	DKK'000	2015	2014
	ASSETS		
	Non-current assets		
5	Intangible assets		
	Completed development projects	322	651
		<u>322</u>	<u>651</u>
6	Property, plant and equipment		
	Land and buildings	5,400	9,082
	Plant and machinery	11	23
	Fixtures and fittings, other plant and equipment	127	287
		<u>5,538</u>	<u>9,392</u>
	Total non-current assets	<u>5,860</u>	<u>10,043</u>
	Current assets		
	Inventories		
	Second hand machines and aggregates	2,365	3,982
	Work in progress	2,925	5,525
	Finished machines and aggregates	0	628
	Spare parts and goods for resale	9,643	12,613
		<u>14,933</u>	<u>22,748</u>
	Receivables		
	Trade receivables	1,327	1,799
	Receivables from group enterprises	0	20
	Deferred tax assets	0	3,561
	Corporation tax receivable	0	973
	Other receivables	18	86
	Prepayments	126	48
		<u>1,471</u>	<u>6,487</u>
	Cash	<u>9</u>	<u>369</u>
	Total current assets	<u>16,413</u>	<u>29,604</u>
	TOTAL ASSETS	<u>22,273</u>	<u>39,647</u>

Financial statements for the period 1 January - 31 December

Balance sheet

Note	DKK'000	2015	2014
	EQUITY AND LIABILITIES		
	Equity		
8	Share capital	7,350	7,350
	Revaluation reserve	2,475	5,370
	Retained earnings	-27,099	-7,859
	Total equity	-17,274	4,861
	Provisions		
	Warranty provisions	148	200
	Total provisions	148	200
	Liabilities other than provisions		
9	Non-current liabilities other than provisions		
	Mortgage debt	1,615	2,155
	Lease liabilities	76	118
		1,691	2,273
	Current liabilities other than provisions		
9	Current portion of non-current liabilities	829	20,869
	Prepayments received from customers	1,231	74
	Trade payables	5,592	5,266
	Payables to group enterprises	24,338	556
	Other payables	5,718	5,548
		37,708	32,313
	Total liabilities other than provisions	39,399	34,586
	TOTAL EQUITY AND LIABILITIES	22,273	39,647

- 1 Accounting policies
- 2 Material uncertainties regarding going concern
- 10 Collateral
- 11 Contractual obligations and contingencies, etc.
- 12 Related parties

Financial statements for the period 1 January - 31 December

Statement of changes in equity

DKK'000	Share capital	Revaluation reserve	Retained earnings	Total
Equity at 1 January 2015	7,350	5,370	-7,859	4,861
Profit/loss for the year	0	0	-19,240	-19,240
Dissolution of previous years' revaluations	0	-2,895	0	-2,895
Equity at 31 December 2015	<u>7,350</u>	<u>2,475</u>	<u>-27,099</u>	<u>-17,274</u>

Financial statements for the period 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Silvatec Skovmaskiner A/S for 2015 has been prepared in accordance with the provisions applying to reporting class B enterprises under the Danish Financial Statements Act.

By reference to section 110 of the Danish Financial statement Act regarding small groups, the Company has not prepared any consolidated financial statements.

The accounting policies used in the preparation of the financial statements 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

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and measured at fair value of the agreed consideration.

Gross profit/loss

In the income statement, revenue, production cost and other operating income have been aggregated into one item called "Gross profit", cf. section 32 of the Danish Financial Statements Act.

Research and development cost including amortisation of development projects are recognised as production costs.

Other operating income and operating expenses

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 non-current assets.

Cost of sales

Cost of sales comprises direct and indirect costs incurred in generating revenue. Cost of sales comprises costs of raw materials, consumables and production staff as well as depreciation.

Cost of sales also includes research costs, costs of development projects that do not meet the criteria for recognition in the balance sheet, and amortisation of recognised development projects.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Distribution costs

Distribution costs include expenses relating to sale and distribution in the year, including expenses relating to sales staff, advertising, exhibitions as well as amortisation and depreciation.

Administrative expenses

Administrative expenses include expenses incurred in the year for purposes of managing and administering the company, including expenses relating to administrative staff, management, office expenses as well as depreciation.

Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

Tax

Tax for the year comprises 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, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

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

Deferred tax is recognised on all temporary differences between the carrying amount and tax value of assets and liabilities, for which the tax value of assets is calculated based on the planned use of the individual asset.

Deferred tax is measured according to the tax rules at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax resulting from changed tax rates are recognised in the income statement.

Deferred tax assets, including the tax base of tax loss carry-forwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Balance sheet

Intangible assets

Intangible assets comprise ongoing and completed development projects with related intellectual property rights.

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred.

The cost of development projects comprises costs such as salaries and amortisation that are directly and indirectly attributable to the development projects.

Completed development projects are amortised on a straight-line basis using the estimated useful lives of the assets. The amortisation period is usually five years, but in certain cases it may be up to 5-20 years if the longer amortisation period is considered to better reflect the Company's benefit from the developed product, etc.

Intangible assets are written down to the lower of recoverable amount and carrying amount.

Profits and losses from the sale of other intangible assets are calculated as the difference between selling price minus selling costs and the carrying amount at the time of sale. Profits or losses are recognised in the income statement under other operating income/loss.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Property, plant and equipment

Land and buildings, plant and machinery as well as other fixtures and fittings, other plant and equipment are measured at cost with the addition of revaluations and less accumulated depreciation and impairment losses. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation. For group-manufactured assets, cost comprises direct and indirect costs of materials, components, sub-suppliers and labour costs. For assets held under finance leases, cost is the lower of the asset's fair value and present value of future lease payments.

Interest expenses on loans for financing the manufacture of property, plant and equipment are included in cost if they relate to the manufacturing period. All other financing costs are recognised in the income statement.

The basis of depreciation is cost less estimated residual value after the end of the useful life. Depreciation is provided on a straight-line basis over the expected useful lives of the assets. The expected useful lives are as follows:

Buildings 20 years
Plant and machinery 5 years
Fixtures and fittings, other plant and equipment 3-5 years

Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Gains and losses from the sale of property, plant and equipment are calculated as the difference between selling price less selling costs and the carrying amount at the time of sale. Gains or losses are recognised in the income statement under other operating income/loss.

Investments in group entities and associates

For 2014 and 2015, all subsidiaries are dormant or in the process of suspending their payments, and investments and balances have been written down to zero. Relating losses have been recognised in the income statement under "Share of profit/loss in group enterprises" or financial expenses.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost of goods for resale, raw materials and consumables consists of purchase price plus delivery costs. Cost of manufactured goods and work in progress consists of costs of raw materials, consumables and direct labour costs as well as indirect production overheads.

Indirect production costs comprise indirect materials and labour costs, costs of maintenance and depreciation and impairment writedown of machinery, factory buildings and equipment applied for the manufacturing process as well as costs of factory administration and management. Financing costs are not included in cost.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute the sale.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Receivables

Receivables are measured at amortised cost reduced by impairment losses based on an individual assessment.

Prepayments

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

Cash at hand and in bank

Cash at hand and in bank comprise cash and bank deposits.

Provisions

Provisions comprise expected expenses relating to warranties commitments to make good any defects within the warranty period. Provisions for warranties are measured at net realisable value and recognised based on past experience.

Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan.

Financial liabilities also include the capitalised residual obligation on finance leases.

Other liabilities are measured at amortised cost.

Lease liabilities

Lease obligations relating to assets held under finance leases are recognised in the balance sheet as liabilities other than provisions and, at the time of inception of the lease, measured at the present value of the future lease payments. Subsequent to initial recognition, lease obligations are measured at amortised cost. The difference between present value and nominal amount of the lease payments is recognised in the income statement as a financial expense over the term of the leases.

Lease payments on operating leases are recognised on a straightline basis in the income statement over the term of the lease.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

2 Material uncertainties regarding going concern

Silvatec Skovmaskiner A/S' ability to remain a going concern is dependent on sufficiently new orders for sale of machinery and components being realised with positive cash flow on a regular basis, loan from group companies and establishment of an instalment plan with the public authorities regarding the debt mentioned in note 10.

If the company is not going to be profitable in the foreseeable future, the Company's property and inventories will need to be written down by considerable amounts.

Management believes that the assumptions for order intake and an agreement with the public authorities can be fulfilled and that the financial statements for 2015 can be presented on a going concern assumption.

DKK'000	2015	2014
3 Financial expenses		
Interest expenses, group entities	1,107	1,338
Other financial expenses	868	287
	<u>1,975</u>	<u>1,625</u>
4 Tax for the year		
Estimated tax charge for the year	0	-973
Deferred tax adjustments in the year	3,561	0
Tax adjustments, prior years	-20	0
	<u>3,541</u>	<u>-973</u>

5 Intangible assets

DKK'000	Completed development projects
Cost at 1 January 2015	4,612
Cost at 31 December 2015	4,612
Impairment losses and amortisation at 1 January 2015	3,961
Amortisation for the year	329
Impairment losses and amortisation at 31 December 2015	4,290
Carrying amount at 31 December 2015	<u>322</u>

Financial statements for the period 1 January - 31 December

Notes to the financial statements

6 Property, plant and equipment

DKK'000	Land and buildings	Plant and machinery	Fixtures and fittings, other plant and equipment	Total
Cost at 1 January 2015	18,905	7,745	6,346	32,996
Disposals	0	-21	0	-21
Cost at 31 December 2015	18,905	7,724	6,346	32,975
Value adjustments at 1 January 2015	7,160	0	0	7,160
Reversal of prior year revaluations	-2,895	0	0	-2,895
Value adjustments at 31 December 2015	4,265	0	0	4,265
Impairment losses and depreciation at 1 January 2015	16,983	7,722	6,059	30,764
Depreciation	787	12	160	959
Reversal of accumulated depreciation and impairment of assets disposed	0	-21	0	-21
Impairment losses and depreciation at 31 December 2015	17,770	7,713	6,219	31,702
Carrying amount at 31 December 2015	5,400	11	127	5,538
Difference between the carrying amount at 31/12 2015 and the carrying amount, if any, had no revaluation been made	1,969	0	0	
Property, plant and equipment include finance leases with a carrying amount totalling	0	0	80	80

7 Investments

	Domicile	Interest
Subsidiaries		
Silvatec Ltd. (dormant)	Ireland	100.00 %
Silvatec (UK) Ltd. (dormant)	Wales	100.00 %
Silvatec France S.a.r.l. (under suspension of payments)	France	100.00 %

The subsidiaries are either dormant or in the process of suspending their payments, and it has not been possible to obtain a sufficient accounting basis for recognition of the investments or receivables, particularly as regards the French subsidiary, which has suspended its payments.

Management believes that Silvatec Skovmaskiner A/S has no obligations or the like vis-à-vis the subsidiaries and that recognition of investments and receivables at DKK 0 thousand is reasonable and adequate.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

DKK'000	2015	2014
8 Share capital		
The share capital consists of the following:		
7,350 shares of DKK 1,000.00 each	7,350	7,350
	<u>7,350</u>	<u>7,350</u>

The shares have not been divided into classes.

Analysis of changes in the share capital over the past 5 years:

DKK'000	2015	2014	2013	2012	2011
Opening balance	7,350	7,350	7,350	7,350	5,000
Capital increase	0	0	0	0	2,350
	<u>7,350</u>	<u>7,350</u>	<u>7,350</u>	<u>7,350</u>	<u>7,350</u>

9 Long-term liabilities

Of the long-term liabilities, DKK 0 falls due for payment after more than 5 years after the balance sheet date.

10 Collateral

Mortgage debt is secured by way of mortgage on properties. The mortgage also comprises plant and machinery deemed part of the property. Also, debt to public authorities of an amount of DKK 2,014 thousand has been secured on the Company's real property. The debt amounted to DKK 2,849 thousand at 31. december 2015. A payment agreement has not yet been agreed with the public authorities.

The company has established a letter of indemnity of DKK 45 million regarding security in the company's assets. The company did not have any bank facilities at 31. december 2015.

Certain fixtures etc. have been financed by means of finance leases, see note 5. Operating lease commitments within the nexts 4 years amount to DKK 234 thousand.

11 Contractual obligations and contingencies, etc.

Contingent liabilities

Silvatec Skovmaskiner A/S is a party to a few disputes/disagreements with customers. In Management's opinion, the outcome thereof is not going to affect the Company's financial position besides the receivables and payables recognised in the balance sheet at 31 December 2015. If the outcome is not in favour of the Company, Management finds that the worst case is a negative impact on the financial position at 31 December 2015 of approx. DKK 2-3 million.

Silvatec Skovmaskiner A/S has no repurchase obligations at 31 December 2015 relating to sold machinery.

Financial statements for the period 1 January - 31 December

Notes to the financial statements

12 Related parties

Silvatec Skovmaskiner A/S' related parties comprise the following:

Parties exercising control

<u>Related party</u>	<u>Domicile</u>	<u>Basis for control</u>
Cheboksary Aggregate Works JSC.	Russia	Participating interest 100 %

Information about consolidated financial statements

<u>Parent</u>	<u>Domicile</u>	<u>Requisitioning of the parent's consolidated financial statements</u>
Machinery & Industrial Group N.V.	The Netherlands	Kingfordsweg 151 1043GR Amsterdam