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Polymedia International K/S  
Stamholmen 153  
2650 Hvidovre - Copenhagen

THE ANNUAL REPORT  
The year 2016

CVR-nr: 36 43 63 52

Approved at the General Meeting, the \_\_\_ / \_\_\_ 2017



Chairman

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## COMPANY INFORMATION

**Company number:** CVR-no.: 36 43 63 52

**Executive board** Antonis Ambrus Papp

## MANAGEMENT'S STATEMENT

The Annual Report has been prepared in conformity with the Financial Statements Act

The unaudited Annual Report has been prepared in conformity with the Financial Statements Act. The Executive Board considers the conditions for not performing an audit to have been met.

In my opinion, the financial statements give a true and fair view of the Company's assets, equity, liabilities and financial position at 31. December 2016 and of its financial performance for the period 1. January - 31. December 2016.

We recommend that the Annual Report be approved by the Annual General Meeting

Copenhagen, 15. February 2017



Director of Audit

## MANAGEMENT COMMENTARY

The Company has continued its operations. No significant one-off events occurred in the financial year that need to be included in the management commentary.

The performance and results for the year are considered satisfactory.

No events have occurred after the reporting date that may materially affect the financial position of the company.

It is planned that the company will be liquidated in the coming financial period

## ACCOUNTING POLICIES

### GENERAL INFORMATION

The financial statements of Polymedia International K/S for the financial year 2016 have been prepared in conformity with the provisions of the Financial Statements Act on class B enterprises.

The accounting policies applied in the financial statements are consistent with those of the previous year. The reporting currency is USD.

#### Recognition and measurement in general

The financial statements have been prepared under the historical cost convention.

Income is recognised in the income statement when earned. Value adjustments of financial assets and liabilities measured at fair value or amortised cost are also recognised in the income statement. Costs incurred to generate the earnings for the year are also recognised in the income statement, including amortisation, depreciation, impairment losses and provisions as well as reversals resulting from changed accounting estimates of amounts previously recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future financial benefits will flow to the Company and it is possible to obtain a reliable measurement of the individual assets.

Liabilities are recognised in the balance sheet when it is probable that future financial benefits will flow from the Company and it is possible to obtain a reliable measurement of the individual liabilities.

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

Anticipated losses and risks arising before the presentation of the financial statements and confirming or disconfirming facts and circumstances known at the reporting date are taken into consideration at recognition and measurement.

The functional currency used is USD. All other currencies are considered foreign currencies.

#### Foreign currency translation

Foreign currency transactions are translated at the exchange rates ruling at the transaction dates. Gains and losses arising from movements between the exchange rates at the date of the individual transaction and the date of payment are recognised in the income statement as financial income or financial expenses.

### INCOME STATEMENT

#### General information

Certain income and expenses have been aggregated in the item designated 'Gross profit' with reference to section 32 of the Financial Statements Act.

#### Gross profit

Gross profit is a combination of the items of 'Revenue', 'Change in inventories of finished goods, work in progress and goods for resale', 'Other operating income', 'Cost of raw materials and consumables' and 'Other external costs'.

#### Administrative expenses

Administrative expenses include expenses for Management and administrative staff, office expenses, amortisation and depreciation, etc.

#### Other external expenses

Other external expenses include costs for sales, advertising, administration, premises, bad debts, rental

## ACCOUNTING POLICIES

expenses under operating leases, etc.

### **Financial income and expenses**

Financial income and expenses are recognised in the income statement based on the amounts which relate to the financial year. Financial income and expenses include interest revenue and expenses, finance charges in respect of finance leases, realised and unrealised capital gains and losses on securities, accounts payable and transactions in foreign currencies, repayment on mortgage loans, and surcharges and allowances under the tax prepayment scheme. Dividends from other equity investments are recognised as income in the financial year in which the dividends are declared.

### **BALANCE SHEET**

#### **Receivables**

Receivables are measured at amortised cost, which normally corresponds to the nominal value. The value is reduced by an allowance for expected impairment losses.

Impairment of accounts receivable past due is established on individual assessment of receivables.

#### **Payables**

Financial liabilities are recognised initially at the proceeds received net of transaction expenses incurred. In subsequent periods, financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest method, so that the difference between proceeds and nominal value is recognised in the income statement over the life of the financial instrument(s).

Other payables, comprising trade payables and amounts owed to Group enterprises and associates and other accounts payable, are measured at amortised cost, which normally corresponds to the nominal value.

INCOME STATEMENT  
1. JANUARY - 31. DECEMBER 2016

	2016 USD	2015 TUSD
<b>GROSS PROFIT</b> .....	<b>-4.727</b>	<b>15</b>
Other financial expenses .....	-15.428	-2
<b>PROFIT OR LOSS FOR THE YEAR</b> .....	<u><b>-20.155</b></u>	<u><b>13</b></u>
 <b>PROPOSED DISTRIBUTION OF NET PROFIT</b>		
Retained earnings.....	-20.155	13
<b>SETTLEMENT OF DISTRIBUTION TOTAL</b> .....	<u><b>-20.155</b></u>	<u><b>13</b></u>

## BALANCE SHEET AT 31. DECEMBER 2016

## ASSETS

	2016 USD	2015 TUSD
Trade receivables .....	0	4
Other receivables.....	0	8
<b>Receivables</b> .....	<b>0</b>	<b>12</b>
<b>Cash</b> .....	<b>0</b>	<b>22</b>
<b>CURRENT ASSETS</b> .....	<b>0</b>	<b>34</b>
<b>ASSETS</b> .....	<b>0</b>	<b>34</b>

BALANCE SHEET AT 31. DECEMBER 2016  
EQUITY AND LIABILITIES

	2016 USD	2015 TUSD
Contributed capital.....	12.496	12
Retained earnings.....	-15.652	5
<b>1 EQUITY</b> .....	<b>-3.156</b>	<b>17</b>
Trade creditors.....	3.156	17
<b>Short-term payables</b> .....	<b>3.156</b>	<b>17</b>
<b>PAYABLES</b> .....	<b>3.156</b>	<b>17</b>
 <b>EQUITY AND LIABILITIES</b> .....	<b>0</b>	<b>34</b>

NOTES

	Opening balance	Proposed distribution of net profit	Closing balance
<b>1 Equity</b>			
Contributed capital.....	12.496	0	12.496
Retained earnings.....	4.503	-20.155	-15.652
	<u>16.999</u>	<u>-20.155</u>	<u>-3.156</u>