

NDS Denmark Holding A/S

Lautrupsgade 7

2100 København Ø

CVR No. 26117615

Annual Report 2014/15

14. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 18 December 2015

Torben Waage
Chairman

Contents

Management's Statement	3
Independent Auditor's Report.....	4
Company Information.....	6
Management's Review	7
Accounting Policies.....	8
Income Statement	11
Balance Sheet	12
Notes	14

Management's Statement

Today, Management has considered and adopted the Annual Report of NDS Denmark Holding A/S for the financial year 1 August 2014 - 31 July 2015.

The Annual Report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position of the Company at 31 July 2015 and of the results of the Company's operations for the financial year 1 August 2014 - 31 July 2015.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

København, 18 December 2015

Executive Board

David James Sweet
Man. Director

Supervisory Board

Ismat Levin
Chairman

David James Sweet
Man. Director

Evan Barry Sloves

Independent Auditor's Report

To the shareholders of NDS Denmark Holding A/S

Report on the Financial Statements

We have audited the Financial Statements of NDS Denmark Holding A/S for the financial year 1 August 2014 - 31 July 2015 comprising Accounting Policies, Income Statement, Balance Sheet and Notes. The Annual Report is presented in accordance with the Danish Financial Statements Act.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with the Danish Financial Statements Act, and for such internal controls as Management determines is necessary to enable preparation of Financial Statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Financial Statements based on our audit. We have conducted our audit in accordance with international standards on auditing and additional requirements under Danish auditor regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain a reasonable degree of assurance as to whether the Financial Statements are free from material misstatements.

An audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The audit procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements in the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls 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 controls. 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.

In our opinion, 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 qualifications.

Opinion

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position of the Company at 31 July 2015 and of the results of the Company's operations for the financial year 1 August 2014 - 31 July 2015 in accordance with the Danish Financial Statements Act.

NDS Denmark Holding A/S

Independent Auditor's Report

Statement on Management's Review

We have read Management's Review in accordance with the Danish Financial Statements Act. We have not performed any procedures additional to the audit of the Financial Statements. On this basis, in our opinion, the information provided in Management's Review is in accordance with the Financial Statements.

København, 18 December 2015

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab

Jan Boje Andreassen
State Authorised Public Accountant

NDS Denmark Holding A/S

Company details

Company	NDS Denmark Holding A/S Lautrupsgade 7 2100 København Ø
Telephone	36 93 60 00
CVR No.	26117615
Date of formation	18 June 2001
Financial year	1 August 2014 - 31 July 2015
Supervisory Board	Ismat Levin, Chairman David James Sweet, Man. Director Evan Barry Sloves
Executive Board	David James Sweet, Man. Director
Administration company	Cisco Systems Danmark ApS
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 2900 Hellerup CVR-no.: 33771231

Management's Review

The Company's principal activities

The Company's principal activities consist in owning NDS Denmark ApS with 100 %, who is developing and integrating iTV services across satellite, terrestrial and cable platforms.

Development in activities and financial matters

The Company's Income Statement of the financial year 1 August 2014 - 31 July 2015 shows a result of DKK -16.939 and the Balance Sheet at 31 July 2015 a balance sheet total of DKK 9.491.102 and an equity of DKK 9.476.102.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the Company substantially.

Expectations for the future

The company is expecting to transfer its activities to Cisco Systems Danmark ApS during the next financial year.

Accounting Policies

Reporting Class

The Annual Report of NDS Denmark Holding A/S for 2014/15 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The Company has also decided to follow the class B and C rules on management's review.

The accounting policies applied remain unchanged from last year.

Reporting currency

The Annual Report is presented in Danish kroner.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

General Information

Basis of recognition and measurement

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the Income Statement.

Assets are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will accrue to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

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

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Accounting Policies

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement with the amounts that concern the financial year. Financial income and expenses include interest income and expenses, realised and unrealised capital gains and losses regarding debt and foreign currency transactions as well as surcharges and allowances under the tax repayment scheme.

Tax on net profit/loss for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity. The Company and the Danish associates are taxed jointly. The Danish income tax is distributed between profit- and loss-making Danish enterprises in relation to their taxable income (full distribution).

Accounting Policies

Balance Sheet

Equity investments in group enterprises and associates

Equity investments in group enterprises and associates are measured at cost. Dividends that exceed accumulated earnings of the group enterprise or the associate during the ownership period are treated as a reduction of the cost. If cost exceeds the net realisable value, a write-down to this lower value will be performed.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash.

Equity

Purchase and sale of treasury shares are recognised in equity under distributable reserves.

Deferred tax

Deferred tax and the associated adjustments for the year are determined according to the balance-sheet liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are recognised at the value at which they are expected to be used, either by elimination in tax on future earnings or by set-off against deferred tax liabilities in enterprises within the same legal entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Financial liabilities

Other liabilities are measured at amortised cost which usually corresponds to the nominal value.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Income Statement

	Note	2014/15 kr.	2013/14 kr.
Gross profit		-45.232	-51.109
Finance income	1	28.293	0
Finance expences		0	-1.500
Profit from ordinary activities before tax		-16.939	-52.609
Tax expense on ordinary activities		0	0
Profit		-16.939	-52.609
 Proposed distribution of results			
Retained earnings		-16.939	-52.609
		-16.939	-52.609

NDS Denmark Holding A/S

Balance Sheet as of 31. July

	Note	2015 kr.	2014 kr.
Assets			
Long-term investments in group enterprises	2	<u>0</u>	<u>0</u>
Investments		<u>0</u>	<u>0</u>
Fixed assets		<u>0</u>	<u>0</u>
Short-term receivables from group enterprises		<u>9.059.409</u>	<u>10.148.053</u>
Receivables		<u>9.059.409</u>	<u>10.148.053</u>
Cash and cash equivalents		<u>431.693</u>	<u>476.602</u>
Current assets		<u>9.491.102</u>	<u>10.624.655</u>
Assets		<u>9.491.102</u>	<u>10.624.655</u>

NDS Denmark Holding A/S

Balance Sheet as of 31. July

	Note	2015 kr.	2014 kr.
Liabilities and equity			
Contributed capital	3	11.839.000	11.839.000
Retained earnings	4	-2.362.898	-2.345.959
Equity		9.476.102	9.493.041
Trade payables		15.000	15.000
Payables to group enterprises		0	1.116.614
Short-term liabilities other than provisions		15.000	1.131.614
Liabilities other than provisions within the business		15.000	1.131.614
Liabilities and equity		9.491.102	10.624.655
Related parties	5		
Contingent liabilities	6		

Notes

2014/15

2013/14

1. Finance income

Other finance income from group enterprises

28.293	0
28.293	0

2. Disclosure in long-term investments in group enterprises and associates*Group enterprises*

Name	Registered office	Share held in %	Equity	Profit
NDS Denmark ApS	Copenhagen	100,00	-67.824.704	108.003
			-67.824.704	108.003

3. Contributed capital

Balance at the beginning of the year

11.839.000	11.839.000
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Balance at the end of the year

11.839.000	11.839.000
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Share Capital of ('000 DKK) 11.839 is distributed on the following classes of shares:

11.839 shares of DKK 1.000

The share capital has remained unchanged for the last 5 years.

4. Retained earnings

Balance at the beginning of the year

-2.345.959	-2.293.350
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Additions during the year

-16.939	-52.609
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Balance at the end of the year

-2.362.898	-2.345.959
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5. Related parties

The largest and smallest group, in which these financial statements of the company are consolidated, are those of Cisco Systems Inc. The registered office of Cisco Systems Inc. is 170 West Tasman Dr., San Jose, CA 95134, USA.

6. Contingent liabilities

The Company is jointly taxed with the other enterprises in the group and are jointly and severally liable for the taxes that concern the joint taxation.

The total amount appears from the annual report of Cisco Systems Danmark ApS which is the administration company in the joint taxation.