
Envikraft Invest A/S

Norgesvej 1, DK-9560 Hadsund

Annual Report for 1 July 2014 - 30 June 2015

CVR No 31 08 24 98

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
14/12 2015

Jacob Bergenholtz
Chairman



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Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Envikraft Invest A/S for the financial year 1 July 2014 - 30 June 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 financial position at 30 June 2015 of the Company and of the results of the Company operations for 2014/15.

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

Hadsund, 14 December 2015

Executive Board

Michael Engsted

Ole Sodtmann Bundgaard

Board of Directors

Jacob Østergaard Bergenholtz
Chairman

David James Williams

Lars Thorsgaard Jensen

Independent Auditor's Report on the Financial Statements

To the Shareholder of Envikraft Invest A/S

Report on the Financial Statements

We have audited the Financial Statements of Envikraft Invest A/S for the financial year 1 July 2014 - 30 June 2015, which comprise income statement, balance sheet, statement of changes in equity, notes and 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 as Management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, 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 conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the Financial Statements are free from material misstatement.

An audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, 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 auditor 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 audit opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 30 June 2015 and of the results of the Company operations for the financial year 1 July 2014 - 30 June 2015 in accordance with the Danish Financial Statements Act.

Independent Auditor's Report on the Financial Statements

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.

Odense, 14 December 2015

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Line Hedam
State Authorised Public Accountant

Brian Petersen
State Authorised Public Accountant

Company Information

The Company

Envikraft Invest A/S
Norgesvej 1
DK-9560 Hadsund

CVR No: 31 08 24 98
Financial period: 1 July - 30 June
Municipality of reg. office: Mariagerfjord

Board of Directors

Jacob Østergaard Bergenholtz, Chairman
David James Williams
Lars Thorsgaard Jensen

Executive Board

Michael Engsted
Ole Sodtmann Bundgaard

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Rytterkasernen 21
Postboks 370
DK-5100 Odense C

Management's Review

Main activity

The Company's main purpose is to hold shares in Envikraft A/S and Weiss A/S.

Development in the year

The income statement of the Company for 2014/15 shows a loss of DKK 55,822,650, and at 30 June 2015 the balance sheet of the Company shows equity of DKK 24,789,234.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Income Statement 1 July - 30 June

	Note	2014/15 DKK	2013/14 DKK
Gross profit/loss		0	0
Administrative expenses		-74.433	-138.450
Operating profit/loss		-74.433	-138.450
Profit/loss before financial income and expenses		-74.433	-138.450
Income from investments in subsidiaries	1	-55.267.468	-4.985.893
Financial income	2	645.312	638.640
Financial expenses	3	-1.285.817	-1.278.043
Profit/loss before tax		-55.982.406	-5.763.746
Tax on profit/loss for the year	4	159.756	368.890
Net profit/loss for the year		-55.822.650	-5.394.856

Distribution of profit

Proposed distribution of profit

Retained earnings		-55.822.650	-5.394.856
		-55.822.650	-5.394.856

Balance Sheet 30 June

Assets

	Note	2014/15 DKK	2013/14 DKK
Investments in subsidiaries	5	68.654.496	78.893.493
Fixed asset investments		68.654.496	78.893.493
Fixed assets		68.654.496	78.893.493
Receivables from group enterprises		870.958	3.530.564
Deferred tax asset		730.886	595.339
Receivables		1.601.844	4.125.903
Cash at bank and in hand		90.060	161.767
Currents assets		1.691.904	4.287.670
Assets		70.346.400	83.181.163

Balance Sheet 30 June

Liabilities and equity

	Note	2014/15 DKK	2013/14 DKK
Share capital		1.600.000	1.600.000
Retained earnings		23.189.234	49.302.278
Equity	6	24.789.234	50.902.278
Provisions relating to investments in group enterprises		27.545.367	5.746.503
Provisions		27.545.367	5.746.503
Subordinate loan capital		17.885.306	17.033.625
Long-term debt	7	17.885.306	17.033.625
Trade payables		654	15.322
Payables to group enterprises		0	9.246.839
Corporation tax		97.439	91.842
Other payables		28.400	144.754
Short-term debt		126.493	9.498.757
Debt		18.011.799	26.532.382
Liabilities and equity		70.346.400	83.181.163
Contingent assets, liabilities and other financial obligations	8		
Related parties and ownership	9		

Statement of Changes in Equity

	Share capital	Retained earnings	Total
	DKK	DKK	DKK
Equity at 1 July	1.600.000	49.302.278	50.902.278
Exchange adjustments relating to foreign entities	0	-166.025	-166.025
Fair value adjustment of hedging instruments, end of year	0	-159.448	-159.448
Tax on adjustment of hedging instruments for the year	0	35.079	35.079
Group contribution	0	30.000.000	30.000.000
Net profit/loss for the year	0	-55.822.650	-55.822.650
Equity at 30 June	1.600.000	23.189.234	24.789.234

Notes to the Annual Report

	<u>2014/15</u>	<u>2013/14</u>
	DKK	DKK
1 Income from investments in subsidiaries		
Share of profits of subsidiaries	-55.267.468	-4.985.893
	-55.267.468	-4.985.893
2 Financial income		
Interest received from group enterprises	645.312	638.640
	645.312	638.640
3 Financial expenses		
Interest paid to group enterprises	423.073	439.089
Other financial expenses	862.744	838.954
	1.285.817	1.278.043
4 Tax on profit/loss for the year		
Current tax for the year	0	0
Deferred tax for the year	-192.366	-152.563
Adjustment of deferred tax concerning previous years	-2.469	-216.327
	-194.835	-368.890
which breaks down as follows:		
Tax on profit/loss for the year	-159.756	-368.890
Tax on changes in equity	-35.079	0
	-194.835	-368.890

Notes to the Annual Report

	2014/15 DKK	2013/14 DKK
5 Investments in subsidiaries		
Cost at 1 July	104.232.379	20.232.379
Additions for the year	0	84.000.000
Cost at 30 June	<u>104.232.379</u>	<u>104.232.379</u>
Value adjustments at 1 July	-37.565.389	-33.162.170
Net effect from change of accounting policy	0	47.657
Exchange adjustment	-166.025	795.202
Net profit/loss for the year	-55.267.467	-4.985.894
Fair value adjustment of hedging instruments for the year	-124.369	-260.184
Other equity movements, net	30.000.000	0
Value adjustments at 30 June	<u>-63.123.250</u>	<u>-37.565.389</u>
Equity investments with negative net asset value amortised over receivables	0	6.480.000
Equity investments with negative net asset value transferred to provisions	27.545.367	5.746.503
Carrying amount at 30 June	<u>68.654.496</u>	<u>78.893.493</u>

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Votes and ownership	Equity	Net profit/loss for the year
Envikraft A/S	Hadsund	TDKK 1.000	100%	-27.545.367	-3.759.245
Weiss A/S	Hadsund	TDKK 1.010	100%	68.654.496	-39.948.603

6 Equity

The share capital consists of 1,600,000 shares of a nominal value of DKK 1. No shares carry any special rights.

There have been no changes in the share capital during the last 5 years.

Notes to the Annual Report

7 Long-term debt

Payments due within 1 year are recognised in short-term debt. Other debt is recognised in long-term debt.

The debt falls due for payment as specified below:

	<u>2014/15</u> DKK	<u>2013/14</u> DKK
Subordinate loan capital		
Between 1 and 5 years	<u>17.885.306</u>	<u>17.033.625</u>
Long-term part	17.885.306	17.033.625
Within 1 year	<u>0</u>	<u>0</u>
	<u>17.885.306</u>	<u>17.033.625</u>

The subordinate loans are subordinated claims against Envikraft Invest A/S from the company's other creditors in the event of dissolution or bankruptcy. The loans bear interest at 5% per annum and fall due when all existing obligations towards banks are settled or earlier if agreed upon with the existing banks.

8 Contingent assets, liabilities and other financial obligations

Contingent liabilities

The Danish companies of the group are jointly and severally liable for tax on consolidated taxable income in the tax year 2015.

The company has provided guarantees for the debt of subsidiaries totaling TDKK 16,625. Further the company has issued a letter of support for its subsidiary Envikraft A/S, which has a total equity as per 30 June 2015 of TDKK -27,545, which has been recognized as a provision.

9 Related parties and ownership

	<u>Basis</u>
Controlling interest	
Weiss Partners A/S	Parent company

Notes to the Annual Report

9 Related parties and ownership (fortsat)

Ownership

The following shareholder is recorded in the Company's register of shareholders as holding at least 5% of the votes or at least 5% of the share capital:

Weiss Partners A/S, Avderødvej 27 C, 2980 Kokkedal

Consolidated Financial Statements

The Company is included in the Group Annual Report of Weiss Partners A/S, Avderødvej 27 C, 2980 Kokkedal, Cvr.: 35 51 81 85 .

Furthermore, the Company is included in the Group Annual Report of the ultimate parent Anpartsselskabet af 14. oktober 2013, Avderødvej 27 C, 2780 Kokkedal, Cvr.: 35 51 55 77.

Accounting Policies

Basis of Preparation

Financial Statements of Envikraft Invest A/S for 2014/15 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

Financial Statements for 2014/15 are presented in DKK.

Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act, no consolidated financial statements are prepared.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. 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 flow 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 will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Gains and losses arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the transaction date rates are recognised in financial income and expenses in the income statement.

Accounting Policies

Income Statement

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, revenue has not been disclosed in the Annual Report.

Administrative expenses

Administrative expenses comprise expenses for Management, administrative staff, office expenses, depreciation, etc. Amortisation of goodwill is also included to the extent that goodwill relates to administrative activities.

Income from investments in subsidiaries

The items “Income from investments in subsidiaries” in the income statement include the proportionate share of the profit for the year less goodwill amortisation.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with wholly owned Danish and foreign subsidiaries. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Balance Sheet

Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The items “Investments in subsidiaries” in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised intercompany profits or losses and with addition of any remaining value of positive differences (goodwill) and deduction of any remaining value of negative differences (negative goodwill).

Accounting Policies

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to "Reserve for net revaluation under the equity method" under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in subsidiaries.

Subsidiaries and associates with a negative net asset value are recognised at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts. Provisions for bad debts are determined on the basis of an individual assessment of each receivable, and in respect of trade receivables, a general provision is also made based on the Company's experience from previous years.

Equity

Dividend

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

Provisions

Provisions are recognised when - in consequence of an event occurred before or on the balance sheet date - the Company has a legal or constructive obligation and it is probable that economic benefits must be given up to settle the obligation.

Other provisions include warranty obligations in respect of repair work within the warranty period of 1-5 years. Provisions are measured and recognised based on experience with guarantee work. Provisions with an expected maturity exceeding 1 year from the balance sheet date are discounted at the average bond yield.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

Accounting Policies

Financial debts

Other debts are measured at amortised cost, substantially corresponding to nominal value.

Deferred income

Deferred income comprises payments received in respect of income in subsequent years.