



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2017 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 923 615 172
Organisasjonsform: Aksjeselskap
Foretaksnavn: BOEN BRUK AS
Forretningsadresse: Topdalsveien 406
4658 TVEIT

Regnskapsår

Årsregnskapets periode: 01.01.2017 - 31.12.2017

Konsern

Morselskap i konsern: Nei

Regnskapsregler

Regler for små foretak benyttet: Nei
Benyttet ved utarbeidelsen av årsregnskapet til selskapet: Regnskapslovens alminnelige regler

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Geir Wåland
Dato for fastsettelse av årsregnskapet: 21.03.2018

Grunnlag for avgivelse

År 2017: Årsregnskapet er elektronisk innlevert
År 2016: Tall er hentet fra elektronisk innlevert årsregnskap fra 2017

Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.

Brønnøysundregistrene, 11.08.2019



Resultatregnskap

Beløp i: NOK	Note	2017	2016
RESULTATREGNSKAP			
Inntekter			
Salgsinntekt		284 894 000	263 599 000
Annen driftsinntekt		40 000	
Sum inntekter	3	284 934 000	263 599 000
Kostnader			
Endring i beholdning av varer under tilvirkning og ferdig tilvirkede varer		-6 509 000	6 098 000
Varekostnad	11	237 506 000	203 361 000
Lønnskostnad	4,9	19 977 000	19 684 000
Avskrivning på varige driftsmidler og immaterielle eiendeler	5	537 000	590 000
Annen driftskostnad	4	29 331 000	28 601 000
Sum kostnader		280 842 000	258 334 000
Driftsresultat		4 092 000	5 265 000
Finansinntekter og finanskostnader			
Annen renteinntekt		64 000	126 000
Annen finansinntekt		5 226 000	
Sum finansinntekter		5 290 000	126 000
Rentekostnad til foretak i samme konsern	11	3 627 000	3 931 000
Annen finanskostnad		84 000	4 645 000
Sum finanskostnader		3 711 000	8 576 000
Netto finans		1 579 000	-8 450 000
Ordinært resultat før skattekostnad		5 671 000	-3 185 000
Skattekostnad på ordinært resultat	10	1 568 000	-586 000
Ordinært resultat etter skattekostnad		4 103 000	-2 599 000
Årsresultat		4 103 000	-2 599 000
Overføringer og disponeringer			
Overføring til/fra fond	8	4 103 000	-2 599 000



Resultatregnskap

Beløp i: NOK	Note	2017	2016
Udekket tap			2 599 000
Overføringer til/fra annen egenkapital		-4 103 000	



Balanse

Beløp i: NOK	Note	2017	2016
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	10	4 220 000	4 279 000
Sum immaterielle eiendeler		4 220 000	4 279 000
Varige driftsmidler			
Tomter, bygninger og annen fast eiendom	5	2 664 000	2 434 000
Maskiner og anlegg	5	653 000	867 000
Sum varige driftsmidler		3 317 000	3 301 000
Sum anleggsmidler		7 537 000	7 580 000
Omløpsmidler			
Varer			
Varer	6	20 668 000	13 783 000
Sum varer		20 668 000	13 783 000
Fordringer			
Kundefordringer		54 973 000	45 002 000
Andre fordringer	4	3 761 000	2 092 000
Konsernfordringer		107 120 000	95 889 000
Sum fordringer		165 854 000	142 983 000
Bankinnskudd, kontanter og lignende			
Bankinnskudd, kontanter og lignende	2	14 588 000	7 614 000
Sum bankinnskudd, kontanter og lignende		14 588 000	7 614 000
Sum omløpsmidler		201 110 000	164 380 000
SUM EIENDELER		208 647 000	171 960 000

BALANSE - EGENKAPITAL OG GJELD

Egenkapital



Balanse

Beløp i: NOK	Note	2017	2016
Innskutt egenkapital			
Selskapskapital		60 000 000	60 000 000
Annen innskutt egenkapital		3 552 000	3 552 000
Sum innskutt egenkapital		63 552 000	63 552 000
Opptjent egenkapital			
Udekket tap		4 049 000	8 153 000
Sum opptjent egenkapital		-4 049 000	-8 153 000
Sum egenkapital		59 503 000	55 399 000
Sum langsiktig gjeld		0	0
Kortsiktig gjeld			
Leverandørgjeld		7 883 000	6 879 000
Betalbar skatt	10	1 509 000	
Skyldige offentlige avgifter		7 327 000	2 440 000
Kortsiktig konserngjeld		108 287 000	91 110 000
Annen kortsiktig gjeld		24 138 000	16 132 000
Sum kortsiktig gjeld		149 144 000	116 561 000
Sum gjeld		149 144 000	116 561 000
SUM EGENKAPITAL OG GJELD		208 647 000	171 960 000



Skatteetaten

Saksbehandler Torstein Kinden Helleland	Deres dato 08.01.2014	Vår dato 15.01.2014
Telefon 22078139	Deres referanse Geir Wåland	Vår referanse 2014/29403

BOEN BRUK AS
Topdalsveien 406
4658 TVEIT

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk for Boen Bruk AS, org. nr. 923 615 172

Det vises til deres brev 8. januar 2014 samt telefonsamtale i sakens anledning. Det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for Boen Bruk AS.

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering Boen Bruk AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen forutsetter at opplysningene som vedtaket baserer seg på ikke endres vesentlig.

Kopi av dette brevet må sendes Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Det påligger den regnskapspliktige å dokumentere ved dette brev at tillatelsen er gitt.

Bakgrunn

Boen Bruk AS er datterselskap til Boen AS igjen er 100 % eiet av Bauwerk Parkett AG. Ultimate morskap er Bauwerk Boen AG som er hjemmehørende i Sveits. Selskapet er en del av et stort internasjonalt konsern. Konsernet har sin virksomhet innenfor gulvprodukter og er lokalisert i flere europeiske land. Boen Bruk AS har som formål å ivareta grossistvirksomheten i Norge for Bauwerk konsernet. Arbeidsspråket er engelsk både i selskapet og i konsernet forøvrig. Alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

Skattedirektoratets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal *”årsregnskapet og årsberetningen ... være på norsk.* Departementet kan ved ... *enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk.*”

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap m.v., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:

Postadresse
Postboks 9200 Grønland
0134 Oslo
skatteetaten.no/sendepost

Besøksadresse:
Se www.skatteetaten.no
Org.nr: 996250318

Sentralbord
800 80 000
Telefaks
22 17 08 60



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FINANCIAL REPORT

BOEN BRUK AS

2017



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BOEN BRUK AS

THE BOARDS ANNUAL REPORT FOR 2017.

Operations and Locations

The Company is located at Tveit near the town of Kristiansand.

Boen Bruk AS promotes and sells hardwood flooring, mainly to the Norwegian market. The hardwood flooring is manufactured by a sister company in Lithuania. Boen Bruk AS is a wholly owned subsidiary of Boen AS.

Going Concern

In accordance with the Accounting Act § 3-3a, the Board of Directors confirms that the financial statements have been prepared under the assumption of going concern.

Future Development/R&D Activities

It is the view of the Board, that Boen Bruk AS has a firm base for continued development within its area of operations.

The Company has various R&D activities and the aim is to strengthen products and concepts through R&D, aimed at sections of the Company's production areas, in close collaboration with its sister companies.

Statement of Annual Accounts

It is the Boards opinion that the Company's proposed annual financial statements provides complete information for an assessment of the Company's position and results at year-end. Achieved operating income in 2017 was NOK 284.9 mill, compared to NOK 263.6 mill in 2016. Operating result has decreased by NOK 1.2 mill compared to 2016.

Total assets pr. 31.12.2017 were NOK 208.6 mill compared to NOK 171.9 mill in 2016.

The Company's equity pr. 31.12.2017 was NOK 59.5 mill, which is the equivalent of an equity ratio of 28.5 % compared to an equity ratio of 32.2 % in 2016.

Net cash from operating activities has decreased by NOK 5.1 mill from 2016 to 2017. The Company increased its warehouse stock in 2017 by NOK 6.9 mill. After deductions of net cash from investment activities of NOK -0.55 mill and adding net cash from financing activities of NOK 5.95 mill, the net change in cash and cash equivalents during the year was NOK 6.97 mill.



Financial Risks

Overall view on Objectives and Strategy

The Company is exposed to financial risk in different areas, especially exchange rate and interest rate. The goal is to reduce the financial risk as much as possible. The Company uses financial instruments to lower the risk.

Market Risk

The Company is exposed to fluctuation in foreign currency rates, in particular EUR, due to a substantial portion of the Company's cost of goods are purchased in foreign currency, mainly EUR. The Company's products are sold mainly in Norway using NOK as currency.

Credit Risk

Almost all accounts receivable are insured and the risk of loss is deemed low.

Liquidity Risk

The Company has assessed liquidity as satisfactory. The Company has, together with Boen AS, entered into a corporate accounts agreement with Nordea Bank Norge ASA.

Working Environment and Personnel

Leave of absence due to illness within the Company was 6.08 %, of which long-term absence was 3.98 %.

No serious accidents resulting in major material damage or personal injury have occurred or been reported this year. The Company's Health Service has been utilised in some cases. The Board deems the working environment in the Company as satisfactory, but consider the ongoing need for the implementation of measures for improvement. The Company's Working Environment Committee has held meetings regularly throughout the year.

Equal Opportunities

During 2017, women comprised 14 % of the administrative workforce. At present, there are only men in the Company's Board of Directors. The Company's shareholders, Board of Directors and management are aware of society's expectations concerning measures to promote gender equality, in the future Organisation and Board of Director. When recruiting for such positions, the qualifications are considered, to ensure that men and women are considered on an equal basis.



Discrimination

The Discrimination Act's objective is to promote gender equality, ensure equal opportunities and rights, and to prevent discrimination due to ethnicity, national origin, descent, skin colour, language, religion and faith. The Company is working actively to encourage the act's purpose within its business.

Environmental Report

The Company complies with the existing rules of legislation regarding environment effects. Company operations do not emit substances which effect the environment to any great degree. Operations are not regulated by licenses or impositions of an environmental nature. The Company is continually working to develop products and operating processes, to minimize environmental impact with respect to transport, utilisation and waste.

Special events

In the beginning of October 2017 the company was hit by a big flood where river-water flooded the warehouse. Fortunately, the flood had limited negative impact on the company's stored goods. Despite extensive damage to buildings and land, normal operations were restored after a few days. Due to company insurance and national nature insurance, the financial impact was limited.

Annual Result and Allocation of Net Income

Profit this year is amounted to NOK 4 103 422 and it is recommended that the total amount is transferred to other retained equity.

For the Board of Directors of Boen Bruk AS
Kristiansand, 21.03.2018

Thorleif Hals
Chairman of the Board

Peter Schmitter
Member of the Board

Geir Wåland
General Manager



Income statement			
Boen Bruk AS			
		2017	2016
Operating income and operating expenses	Note		
Revenue		284 894 035	263 598 652
Other operating income		40 000	0
Operating Income	3	<u>284 934 035</u>	<u>263 598 652</u>
Raw materials and consumables used	11	237 506 404	203 360 541
Changes in inventory of finished goods		-6 508 703	6 098 104
Payroll expenses	4, 9	19 976 586	19 684 082
Depreciation and amortisation expense	5	537 328	590 165
Other operating expenses	4	29 330 549	28 600 748
Operating expenses		<u>280 842 164</u>	<u>258 333 640</u>
Operating profit		<u>4 091 871</u>	<u>5 265 012</u>
Financial income and expenses			
Interest income		64 141	126 360
Other financial income		5 226 413	0
Interest expense to group entities	11	3 627 284	3 930 467
Other financial expenses		84 252	4 645 097
Net financial income and expenses		<u>1 579 018</u>	<u>-8 449 204</u>
Operating result before tax		<u>5 670 889</u>	<u>-3 184 192</u>
Tax expense on ordinary profit/loss	10	-1 567 467	586 169
Operating result after tax		4 103 422	-2 598 023
Annual net profit		<u>4 103 422</u>	<u>-2 598 023</u>
Brought forward			
Loss brought forward		4 103 422	-2 598 023
Total brought forward	8	<u>4 103 422</u>	<u>-2 598 023</u>



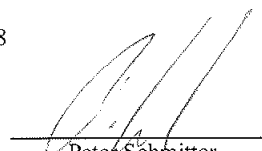
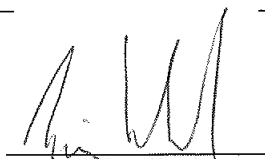
Balance sheet			
Boen Bruk AS			
Assets 31.12	Note	2017	2016
Fixed assets			
Deferred tax asset	10	<u>4 219 715</u>	<u>4 278 569</u>
Total intangible assets		<u>4 219 715</u>	<u>4 278 569</u>
Tangible fixed assets			
Buildings and land	5	2 664 327	2 434 515
Machinery	5	<u>653 257</u>	<u>866 926</u>
Total tangible fixed assets		<u>3 317 584</u>	<u>3 301 441</u>
Total fixed assets		<u>7 537 299</u>	<u>7 580 010</u>
Current assets			
Inventories	6	<u>20 668 285</u>	<u>13 783 342</u>
Debtors			
Accounts receivables		54 972 776	45 001 736
Accounts receivables group companies		107 119 976	95 888 865
Other receivables	4	<u>3 761 002</u>	<u>2 092 020</u>
Total receivables		<u>165 853 755</u>	<u>142 982 621</u>
Cash and bank deposits	2	<u>14 588 319</u>	<u>7 614 268</u>
Total current assets		<u>201 110 358</u>	<u>164 380 230</u>
Total assets		<u>208 647 658</u>	<u>171 960 240</u>

**Balance sheet**

Boen Bruk AS

Equity and liabilities 31.12	Note	2017	2016
Restricted equity			
Share capital	7	60 000 000	60 000 000
Other paid-in equity		3 551 836	3 551 836
Total paid-in equity		<u>63 551 836</u>	<u>63 551 836</u>
Retained earnings			
Loss brought forward		-4 049 399	-8 152 821
Total retained earnings		<u>-4 049 399</u>	<u>-8 152 821</u>
Total equity	8	<u>59 502 437</u>	<u>55 399 015</u>
Liabilities			
Other long-term liabilities			
Current liabilities			
Accounts payables		7 883 078	6 879 072
Accounts payables group companies		108 286 918	91 109 418
Tax payable	10	1 508 613	0
Public duties payable		7 327 342	2 440 354
Other short term liabilities		24 139 270	16 132 382
Total short term liabilities		<u>149 145 221</u>	<u>116 561 226</u>
Total liabilities		<u>149 145 221</u>	<u>116 561 226</u>
Total equity and liabilities		<u>208 647 658</u>	<u>171 960 240</u>

Kristiansand, 21.03.2018


Thorleif Hals
chairman of the board
Peter Schmitter
member of the board
Geir Wåland
general Manager



BOEN BRUK AS

Notes to the financial statements

NOTE 1 ACCOUNTING PRINCIPLES

The financial statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles in Norway.

Use of estimates

The management has used estimates and assumptions that have affected assets, liabilities, incomes, expenses and information on potential liabilities in accordance with generally accepted accounting principles in Norway

Foreign currency translation

Transactions in foreign currency are translated at the rate applicable on the transaction date. Monetary items in a foreign currency are translated into NOK using the exchange rate applicable on the balance sheet date. Non-monetary items that are measured at their historical price expressed in a foreign currency are translated into NOK using the exchange rate applicable on the transaction date. Non-monetary items that are measured at their fair value expressed in a foreign currency are translated at the exchange rate applicable on the balance sheet date. Changes to exchange rates are recognized in the income statement as they occur during the accounting period.

Revenue recognition

Revenues from the sale of goods are recognized in the income statement once delivery has taken place and most of the risk and return has been transferred.

Income tax

The tax expense consists of the tax payable and changes to deferred tax. Deferred tax/tax assets are calculated on all differences between the book value and tax value of assets and liabilities. Deferred tax is calculated as 23 percent of temporary differences and the tax effect of tax losses carried forward. Deferred tax assets are recorded in the balance sheet when it is more likely than not that the tax assets will be utilized.

Balance sheet classification

Current assets and short term liabilities consist of receivables and payables due within one year, and items related to the inventory cycle. Other balance sheet items are classified as fixed assets / long term liabilities. Current assets are valued at the lower of cost and fair value. Short term liabilities are recognized at nominal value. Fixed assets are valued at cost, less depreciation and impairment losses. Long term liabilities are recognized at nominal value.

Research and development

Research and development costs are expensed as incurred.

Property, plant and equipment

Property, plant and equipment is capitalized and depreciated linearly over the estimated useful life. Costs for maintenance are expensed as incurred, whereas costs for improving and upgrading property plant and equipment are added to the acquisition cost and depreciated with the related asset. If carrying value of a non-current asset exceeds the estimated recoverable amount, the asset is written down to the recoverable amount. The recoverable amount is the greater of the net realizable value and value in use. In assessing value in use, the discounted estimated future cash flows from the asset are discounted are used.

Inventories

Inventories are recognized at the lowest of cost and net selling price. The net selling price is the estimated selling price in the case of ordinary operations minus the estimated completion, marketing and distribution costs. The cost is arrived at using the FIFO method and includes the costs incurred in acquiring the goods and the costs of bringing the goods to their current state and location.

Accounts receivable and other receivables

Accounts receivable and other current receivables are recorded in the balance sheet at nominal value less provisions for doubtful accounts. Provisions for doubtful accounts are based on an individual assessment of the different receivables.

Pensions

The company has from 1. July 2015 established a defined contribution pension scheme. Contributions to the pension scheme are expensed when paid. The company had prior to 1. July 2015 a defined benefit pension scheme which has been terminated. This pension scheme was accounted for based on third party actuarial calculations using generally accepted actuarial assumptions. The accompanying pension assets and liabilities were recognized in the balance sheet. When terminating the defined benefit pension scheme the net pension asset was recognized as pension expense in the income statement.



Cash flow statement

The cash flow statement is presented using the indirect method. Cash and cash equivalents includes cash, bank deposits and other short term, highly liquid investments with maturities of three months or less.

Leasing

Leasing agreements are classified as operating leases in accordance with the contracts and are expensed over the term of lease period.

All figures in NOK 1.000, if not clearly stated.

NOTE 2 - CASH AND BANK DEPOSITS

Employees tax deduction, deposited in a separate bank account amounts to 856

The company's bank accounts are organized in a group account system in Nordea Bank Norge ASA together with Boen AS. As of 31 December the total deposit for the two companies was MNOK 13,7 of which Boen Bruk AS had a deposit of MNOK 13,6.

NOTE 3 - SALES INCOME

Breakdown on geographical areas	2017	2016
Norway	280 878	258 539
EU	3 628	5 045
Other	388	15
Total	284 894	263 599

NOTE 4 - PAYROLL COSTS, NUMBER OF EMPLOYEES, BENEFITS, LOAN TO EMPLOYEES ETC.

Payroll costs	2017	2016
Salaries	15 513	14 989
Social security tax	2 550	2 482
Pension costs	1 155	1 447
Other benefits	768	766
Total	19 976	19 684

Average number of full time employees: 26 27

Loan to employees 13 97

Auditor

Expensed auditors fee 92 166
In addition other services 58 91

Benefits to executives	General man.	Board of Directors
Remuneration	0	0

General manager in the Parent company Boen AS is also general manager in Boen Bruk AS.
The Parent company charge Boen Bruk AS for management service, which also include expenses related to general manager and other management.



NOTE 5 - TANGIBLE FIXED ASSETS

2017	Machinery	Vehicles	Buildings
Acquisition cost 01.01.	74 793	4 930	49 450
Additions	52	0	502
Acquisition cost 31.12.	74 845	4 930	49 952
Acc. depreciation at 31.12.	73 378	4 930	47 288
Acc. impairment at 31.12.	888	0	0
Net book value at 31.12	579	0	2 664
Depreciation current year	265	0	272
Rates of depreciation	10-20 %	20 %	5 %
Estimated economic life	5-10 years	5 years	20 years
Depreciation plan	Linear	Linear	Linear

Machinery in the balance sheet also includes non-depreciable assets amounting to 75 TNOK.
The company has a lease contract for the land. The cost is accounted for as other operating cost.

Operational lease:

Annual cost for rent of cars/forklift amounts to 828 TNOK.
The leasing contracts expires within 2020.

NOTE 6 - INVENTORIES

	2017	2016
Merchandise	20 668	13 783
Total	20 668	13 783

NOTE 7 - SHAREHOLDER INFORMATION

The company's share capital is 60.000 TNOK. Numbers of shares are 1 million with a face value of 60 NOK per share.

All shares are owned by Boen AS.

NOTE 8 - EQUITY

Changes in equity:	2017	2016
Equity as of 01.01	55 399	55 223
Profit/Loss for the year	4 103	-2 598
Received group contribution	-	2 774
Equity as of 31.12	59 502	55 399

NOTE 9 - PENSION COSTS, FUNDS AND LIABILITIES

The company's defined benefit pension scheme that covered a total of 26 employees was terminated as of 1. July 2015. The defined benefit pension scheme was replaced by a defined contribution pension scheme for all employees. The company is required to have an occupational pension scheme in accordance with the Norwegian law on required occupational pension ("lov om obligatorisk tjenestepensjon"). The company's pension scheme meets the requirements of this law.

There are 9 individuals remaining in the prior defined benefit pension scheme due to their disability status. The cost related to these individuals are expensed as they occur

When terminating the defined benefit pension scheme the net pension asset was recognized as pension expense in the income statement.



NOTE 10 - INCOME TAXES

	2017	2016
Tax charge		
Tax payable current year	1 509	-
Effect from change in tax rate	-184	-214
Changes in deferred tax before group contribution	242	-372
Total Income tax expense	1 567	-586
Changes in deferred tax in the balance sheet		
Recognized change	-59	-586
Received group contribution	-	925
Changes in deferred tax in the balance sheet	-59	339
Payable tax		
Profit before tax	5 671	-3 184
Changes in temporary differences	519	-372
Permanent differences	96	126
Basis payable tax current result	6 286	-3 430
Tax base	6 286	-3 430
Tax payable in the balance sheet	1 509	0

Temporary differences:	2017	2016	Change
Non current assets	-9 279	-9 602	-323
Inventories	-223	-416	-193
Accounts receivables	-299	-128	171
Provisions	-9 088	-8 360	728
Profit and loss account	543	679	136
Taxable loss carried forward	-	-	-
Total temporary differences	-18 346	-17 827	519
Net deferred tax assets	-4 220	-4 278	-59

NOTE 11 - TRANSACTIONS WITH RELATED PARTIES

Associated companies in the group	Relation
UAB Boen Lietuva	Associated
Boen Parkett Deutschland GmbH & Co.	Associated
Boen UK Ltd.	Associated
Boen Hardwood Flooring Inc.	Associated
Boen As	Share Holder

The Group has various transactions with associated companies. All transactions have been carried out as part of the ordinary operations and at arms -length prices. The most significant transactions are as follows:

- Purchase of merchandise, parquet and accessories from UAB Bauwerk Boen at 225 MNOK.
- Loan from Bauwerk Parket AG. Interest in 2017 is 3,6 MNOK.

The balance sheet includes the following receivables and payables resulting from transactions with associated companies.

		2017	2016
Account receivable	TNOK	107 120	95 889
Account payable	TNOK	108 287	91 109



Boen Bruk AS

CASH FLOW STATEMENT
01.01 - 31.12

In NOK	2017	2016
Cash flow from operational activities		
Profit before income tax	5 670 889	-3 184 192
Depreciation expenses	537 328	590 165
Changes in inventories, accounts receivables and accounts payables	-15 851 978	3 038 849
Changes in other accruals	11 224 895	6 218 034
Net cash flow from operational activities	1 581 134	6 662 856
Cash flow from investing activities		
Investment in fixed assets	-553 471	-2 384 172
Net cash flow from investing activities	-553 471	-2 384 172
Cash flow from financing activities		
Net change in group balance	5 946 388	-5 504 521
Net cash flow from financing activities	5 946 388	-5 504 521
Net change in cash and cash equivalents	6 974 051	-1 225 837
Cash and cash equivalents at 01.01	7 614 268	8 840 105
Cash and cash equivalents at 31.12	14 588 319	7 614 268



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Medlemsbetjent: Dagmar Skjei (medlemsbetjent)

INDEPENDENT AUDITOR'S REPORT

To the Annual Shareholders' Meeting of Boen Bruk AS

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Boen Bruk AS, which comprise the balance sheet as at 31 December 2017, the income statement showing a profit of NOK 4 103 422 and statements of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements have been prepared in accordance with laws and regulations and present fairly, in all material respects, the financial position of the Company as at 31 December 2017 and its financial performance and cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for opinion

We conducted our audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Norway, and we have fulfilled our ethical responsibilities as required by law and regulations. We have also complied with our other ethical obligations in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Other information consists of the information included in the Company's annual report other than the financial statements and our auditor's report thereon. The Board of Directors and General Manager management are responsible for the other information. Our opinion on the audit of the financial statements does not cover the other information, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, 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.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (ISAs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with law, regulations and generally accepted auditing principles in Norway, including ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- ▶ identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- ▶ obtain an understanding of internal control relevant to the audit 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;
- ▶ evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- ▶ conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ▶ evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

Opinion on the Board of Directors' report

Based on our audit of the financial statements as described above, it is our opinion that the information presented in the Board of Directors' report concerning the financial statements, the going concern assumption and proposal for the allocation of the result is consistent with the financial statements and complies with the law and regulations.



Opinion on registration and documentation

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, *Assurance Engagements Other than Audits or Reviews of Historical Financial Information*, it is our opinion that management has fulfilled its duty to ensure that the Company's accounting information is properly recorded and documented as required by law and bookkeeping standards and practices accepted in Norway.

Kristiansand, 23 March 2018
ERNST & YOUNG AS

Øystein A. Kvåse
State Authorised Public Accountant (Norway)