

# **DSV Miljø Group A/S**

c/o Harbour House, Sundkrogsgade 21, 2100 København Ø

CVR no. 38 51 38 34

## **Annual report 2017**

(from the Company's establishment 23 March - 30 April 2017)

## Contents

<b>Statement by Management on the annual report</b>	<b>2</b>
<b>Independent auditor's report</b>	<b>3</b>
<b>Management's review</b>	<b>6</b>
Company information	6
<b>Financial statements for the period 23 March - 30 April 2017</b>	<b>7</b>
Income statement	7
Statement of comprehensive income	7
Balance sheet	8
Statement of changes in equity	9
Cash flow statement	10
List of notes to the financial statements	11
Notes	12

## Statement by Management on the annual report

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of DSV Miljø Group A/S for the financial period 23 March - 30 April 2017.

The annual report has been prepared in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 30 April 2017 and of the results of the Company's operations and cash flows for the financial period 23 March - 30 April 2017.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the results of the Company's operations and financial position as well as a description of the material risks and uncertainties that the Company faces.

The purpose of preparing the annual report in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act is to enclose historic financial information as appendix to the Company's prospectus in connection to the listing of senior secured floating rate bonds. The Company's annual report for 2017/18 will thus be prepared in accordance with IFRS.

The Board of Directors and the Executive Board have prepared financial statements for the financial period 23 March - 30 April 2017 in accordance with the Danish Financial Statements Act. The financial statements were approved by the Board of Directors and the Executive Board on 23 June 2017 and adopted at the Company's annual general meeting on 18 July 2017.

Copenhagen, 20 March 2018  
Executive Board:

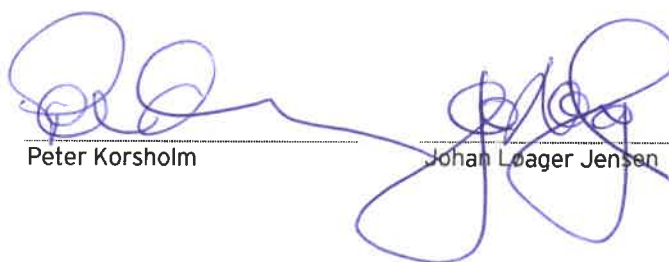


Peter Korsholm

Board of Directors:



Kent Arentoft  
Chairman



Peter Korsholm

Johan Lager Jensen

## Independent auditor's report

To the shareholders of DSV Miljø Group A/S

### Opinion

We have audited the financial statements of DSV Miljø Group A/S for the financial period 23 March - 30 April 2017, which comprise income statement, statement of comprehensive income, balance sheet, statement of changes in equity, cash flow statement and notes, including accounting policies. The financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of DSV Miljø Group A/S at 30 April 2017 and of the results of the Company's operations and cash flows for the financial period 23 March - 30 April 2017 in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of financial statements" section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Independence

We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements.

### Emphasis of matter regarding the audit

DSV Miljø Group A/S has prepared financial statements for the financial year 2017 in accordance with the Danish Financial Statements Act. We provided these financial statements with an auditor's report on 23 June 2017.

### Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

Based on our procedures, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the Management's review.

## Independent auditor's report

### Management's responsibilities for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of 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.

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 in preparing the financial statements 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 as to 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 ISAs and additional requirements applicable in Denmark 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 the financial statements.

As part of an audit conducted in accordance with ISAs and additional requirements applicable in Denmark, we exercise professional judgement 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 in preparing the financial statements 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 contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

## Independent auditor's report

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.

Copenhagen, 20 March 2018

ERNST & YOUNG

Godkendt Revisionspartnerselskab

CVR no. 30 70 02 28



Mogens Andreasen  
State Authorised  
Public Accountant  
MNE no.: mne28603



Peter Jensen  
State Authorised  
Public Accountant  
MNE no.: mne33246

## Management's review

### Company information

Name	DSV Miljø Group A/S
Address, postal zip code and city	c/o Harbour House, Sundkrogsgade 21, DK-2100 Copenhagen Ø
CVR no.	38 51 38 34
Registered office	Copenhagen
Financial year	23 March - 30 April 2017
Board of Directors	Kent Arentoft, formand Peter Korsholm Johan Løager Jensen
Executive Board	Peter Korsholm
Auditor	Ernst & Young Godkendt Revisionspartnerselskab Osvold Helmutsh Vej 4, DK-2000 Frederiksberg

### Business review

The purpose of the Company is to own shares in other companies and any other activity which the Board of Directors considers related thereto.

### Financial review

The Company's income statement for 2017 shows a loss of DKK 4,196, and its balance sheet at 30 April 2017 shows equity of DKK 495,804.

### Events after the balance sheet date

On 10 May 2017, the Company acquired 100% of the shares in the entities below from the affiliated company Leonora Ejendomme (formerly DSVM Ejendomme A/S):

- ▶ Totalleveranser Sverige AB, Malmö, Sweden
- ▶ RGS Nordic A/S, Copenhagen
- ▶ DSV Transport A/S, Roskilde
- ▶ Nymølle Stenindustrier A/S, Roskilde.

The entities were acquired as part of the Company issuing senior secured floating rate bonds on 10 May 2017 of EUR 210 million. The purchase price for the shares was financed by means of net proceeds as well as an intragroup loan. The loan was settled in May 2017 by conversion of debt in relation to a capital increase of DKK 712 million.

Moreover, the group entities GDL Transport AB and GDL Transport Holding AB have acquired companies on 1 August 2017 and 5 December 2017, respectively. Please refer to note 7 for further information.

Apart from the above, no events after the balance sheet date have occurred that materially affect the financial statements.

## Financial statements for the period 23 March - 30 April 2017

### Income statement

Note	DKK	2017 1 month
	Other external costs	-5,380
	Operating profit/loss	-5,380
	Staff costs	0
	<b>Profit/loss before tax</b>	<b>-5,380</b>
4	Tax for the year	1,184
	<b>Profit/loss for the year</b>	<b>-4,196</b>

### Statement of comprehensive income

	Profit/loss for the year	-4,196
	Other comprehensive income, net of tax	0
	<b>Total comprehensive income for the year</b>	<b>-4,196</b>



## Financial statements for the period 23 March - 30 April 2017

### Balance sheet

Note	DKK	30 April 2017
	<b>ASSETS</b>	
	<b>Current assets</b>	
	Receivables	
	Corporate taxes	1,184
	Total receivables	1,184
	Cash	499,620
	<b>Total current assets</b>	<b>500,804</b>
	<b>TOTAL ASSETS</b>	<b>500,804</b>
	 <b>EQUITY AND LIABILITIES</b>	
	<b>Equity</b>	
	Share capital	500,000
	Retained earnings	-4,196
	<b>Total equity</b>	<b>495,804</b>
	<b>Current liabilities</b>	
	Trade payables	5,000
	<b>Total current liabilities</b>	<b>5,000</b>
	<b>Total liabilities</b>	<b>5,000</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>500,804</b>

## Financial statements for the period 23 March - 30 April 2017

### Statement of changes in equity

DKK	Share capital	Retained earnings	Total
Capital contribution at the establishment on 23 March 2017	500,000	0	500,000
<b>Comprehensive income:</b>			
Profit/loss for the year	0	-4,196	-4,196
<b>Other comprehensive income</b>	0	0	0
Total comprehensive income for the year	0	-4,196	-4,196
<b>Equity at 30 April 2017</b>	<b>500,000</b>	<b>-4,196</b>	<b>495,804</b>

### Share capital

The share capital comprises of 500,000 shares of nominally DKK 1, totalling DKK 500,000.

## Financial statements for the period 23 March - 30 April 2017

### Cash flow statement

Note	DKK'000	30 April 2017
	Profit/loss for the year	-4,196
	Adjustments	-1,184
	Change in working capital	5,000
	<b>Cash flows from operating activities</b>	<b>-380</b>
	<b>Cash flows from investing activities</b>	<b>0</b>
	<b>Cash flows from financing activities</b>	<b>0</b>
	<b>Net cash flows</b>	<b>-380</b>
	Cash and cash equivalents, at establishment 23 March 2017	500,000
	Net cash flows	-380
	<b>Cash and cash equivalents, year-end</b>	<b>499,620</b>

## Financial statements for the period 23 March - 30 April 2017

### List of notes to the financial statements

Note

- 1 Accounting policies
- 2 Accounting estimates and judgements
- 3 Staff costs
- 4 Tax for the year
- 5 Contractual obligations and contingencies, etc.
- 6 Related parties
- 7 Business combinations
- 8 Events after the balance sheet date

## Financial statements for the period 23 March - 30 April 2017

### Notes

#### 1 Accounting policies

DSV Miljø Group A/S is a public limited company registered in Denmark.

The financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act.

The purpose of preparing the annual report in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act is to enclose historic financial information as appendix to the Company's prospectus in connection to the listing of senior secured floating rate bonds. The Company's annual report for 2017/18 will thus be prepared in accordance with IFRS.

On 29 June 2017, the Board of Directors and the Executive Board discussed and approved the annual report of 2016/2017 for DSV Miljø Group A/S. The annual report was presented to the shareholders of DSV Miljø Group A/S for approval at the annual general meeting on 18 July 2017.

#### Changes in accounting policies

This annual report is the first to be presented in accordance with IFRS. On transition, IFRS 1, First-time Adoption of IFRS has been applied. The annual report is prepared based on the standards applicable at 30 April 2017.

The transition from the Danish Financial Statements Act to IFRS has not affected the profit/loss for 2017 or equity at 30 April 2017.

#### New accounting regulation

IASB has previously issued the following new accounting standards and interpretations which are not compulsory for the DSV Miljø Group A/S in the preparation of the annual report for 2017 but which will be relevant for the Group's financial reporting in the future.

- ▶ IFRS 9 *Financial Instruments* and subsequent *Amendments to IFRS 9, IFRS 7 and IAS 39*
- ▶ IFRS 15 *Revenue from Contracts with Customers*
- ▶ IFRS 16 *Leases*.

The adopted standards and interpretations which have not yet come into effect will be implemented as they become mandatory for the DSV Miljø Group A/S. The analysis of the expected effect of the implementation of IFRS 9, IFRS 15 and IFRS 16 is not yet completed, but will be implemented over the coming year.

**IFRS 15 "Revenue from Contracts with Customers"**, which replaces the current standards on revenue (IAS 11 and IAS 18) and interpretations, introduces a new model for recognising and measuring revenue from contracts with customers. The new model is built on a five-step process which must be followed for all sales contracts with customers in order to determine when and how revenue should be recognised in the income statement. The standard is mandatory for the DSV Miljø Group A/S for the financial year 2018/19.

**IFRS 9 "Financial Instruments"**, which replaces IAS 39, changes the classification and the derived measurement of financial assets and liabilities. A more logical approach to classification of financial assets is introduced, driven by entities' business models and the characteristics of the underlying cash flows. At the same time, a new impairment model is introduced for all financial assets. The standard is mandatory for the DSV Miljø Group A/S for the financial year 2018/19.

## Financial statements for the period 23 March - 30 April 2017

### Notes

#### 1 Accounting policies (continued)

*IFRS 16 "Leases"* was issued in mid-January 2016. The standard, which applies to financial years beginning on or after 1 January 2019, implies a substantial change in the way that those leases which are today accounted for as operating leases will be accounted for going forward. Thus, the standard requires that all leases regardless of type - with few exceptions - must be recognised in the lessee's statement of financial position as an asset with an accompanying lease liability. At the same time, the lessee's income statement will be affected going forward, as the annual lease payment will consist of two elements - a depreciation charge and an interest expense - as opposed to today where the annual operating lease expense is recognised as one amount under operating expenses.

The DSV Miljø Group A/S has not yet performed any in-depth analysis of the implications of the new standard for the Group. However, expectations are that it is going to have some impact.

All other new and amended standards and interpretations which have not yet been implemented are not expected to have a material impact on the consolidated financial statements of DSV Miljø Group A/S.

#### Presentation and functional currencies

The annual report is presented in DKK.

The functional currencies are DKK and SEK.

#### Business combinations

Acquisitions of subsidiaries and associates are accounted for using the purchase method, and on initial recognition, assets, liabilities and contingent liabilities acquired are measured at fair value at the date of acquisition. Identifiable intangible assets are recognised if they are separable, and the fair value can be reliably measured. Deferred tax on revaluations is recognised. Any remaining excess of the cost over the fair value of the assets, liabilities and contingent liabilities acquired is recognised as goodwill under intangible assets in the balance sheet. Positive differences on acquisition of associates are recognised under equity investments in associates in the balance sheet. Goodwill is not amortised but is tested annually for impairment.

Acquired entities are recognised in the financial statements from the acquisition date, whereas divested entities are recognised until the date of disposal.

Gains or losses on disposal of subsidiaries and associates are stated as the difference between the selling price less selling costs and the carrying amount of net assets plus goodwill and accumulated value adjustments recognised in equity at the date of disposal.

#### Foreign currency translation

Transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Gains and losses arising from differences between the exchange rate at the transaction date and the rate at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the reporting date are translated using the exchange rate at the reporting date. Differences between the exchange rate at the reporting date and the rate at the transaction date are recognised in the income statement as financial income or financial expenses.

## Financial statements for the period 23 March - 30 April 2017

### Notes

#### 1 Accounting policies (continued)

For each of the Group's entities, a functional currency is determined. The functional currency is the currency used in the primary financial environment in which the enterprise operates. Transactions denominated in other currencies than the functional currency are foreign currency transactions. On consolidation of subsidiaries and associates with another functional currency than the Parent Company, the income statement is translated at the exchange rate at the transaction date or an approximate average exchange rate. Items in the statement of financial position are translated at closing rates.

Foreign exchange adjustments arising on translation of the opening balance of equity and foreign exchange adjustments arising on translation of the closing rate income statement are recognised directly in equity under a separate reserve.

### Income statement

#### Other external expenses

Other external expenses comprise indirect production costs and costs for premises, sales and distribution as well as office supplies, etc.

#### Taxation

The income tax expense comprises the current tax payable on the year's expected taxable income and any adjustment to deferred tax less the tax expense for the year relating to changes in equity.

Current and deferred tax relating to changes in equity is recognised directly in equity.

The Company is jointly taxed with its Danish group entities. The total Danish income tax charge is allocated between profit/loss-making Danish entities in proportion to their taxable income (full absorption). Jointly taxed entities entitled to a tax refund are, as a minimum, reimbursed by the management company based on the current rates applicable to interest allowances, and jointly taxed entities having paid too little tax pay, as a maximum, a surcharge based on the current rates applicable to interest surcharges to the management company.

### Balance sheet

#### Equity

##### *Share premium*

Share premium comprises amounts in addition to the nominal share capital that have been paid by the shareholders in connection with capital increases and gains and losses from the disposal of treasury shares.

Gains and losses from the sale of treasury shares are recognised in share premium.

According to the articles of association, the share premium can be freely used for distribution of dividend and bonus share issue.

##### *Dividend*

Dividend proposed by Management to be distributed for the year is shown as a separate item under equity in accordance with Danish company legislation. Dividends are recognised as a liability at the date when they are adopted at the general meeting.

## Financial statements for the period 23 March - 30 April 2017

### Notes

#### 1 Accounting policies (continued)

##### Deferred tax assets and liabilities

Current tax receivable and payable is recognised in the balance sheet at the amount that can be computed based on the anticipated taxable income for the year. Tax receivables and payables are presented as a set-off within the same legal entity.

##### Cash flow statement

The cash flow statement shows the Company's cash flows from operating, investing and financing activities for the year, the year's changes in cash and cash equivalents as well as the Company's cash and cash equivalents at the beginning and end of the year.

##### Cash flows from operating activities

Cash flows from operating activities are calculated as the profit/loss for the year adjusted for non-cash operating items, changes in working capital and income taxes paid.

##### Cash flows from investing activities

Cash flows from investing activities comprise payments in connection with acquisitions and disposals of entities, activities and intangible assets, property, plant and equipment and financial assets.

##### Cash flows from financing activities

Cash flows from financing activities comprise changes in the size or composition of the Company's share capital and related costs as well as the raising of loans, repayment of interest-bearing debt, and payment of dividends to shareholders.

##### Cash

Cash and cash equivalents comprise cash and short-term marketable securities with a term of three months or less at the acquisition date which are subject to an insignificant risk of changes in value.

#### 2 Accounting estimates and judgements

When preparing the financial statements, Management draws up assumptions and carries out estimates which impact the assets and liabilities recognized, including information regarding contingent liabilities. Such estimates include assessments based on the latest information available at the time of the financial reporting.

The estimates used are based on assumptions that Management finds reasonable but which are uncertain and unpredictable in the circumstances. The assumptions may be incomplete or inaccurate, and unexpected events or circumstances may arise. Furthermore, the Company is subject to risks and uncertainties which may imply that actual results differ from the estimates. We base our estimates and assessments on historical data and a number of other factors which we believe are reasonable in the circumstances.

Management in DSV Miljø Group A/S finds that the following areas in the assets and liabilities in the financial statements will be specifically impacted by this:

- Acquisitions of entities and activities.

DSV Miljø Group A/S is a newly established company. After the balance sheet date, the Company has been capitalized in connection with the issuance of senior secured floating rate bonds, where the funds was partly used to purchase four Companies from another Group Company. Based on this, Management has assessed that DSV Miljø Group A/S is the acquirer according to the definitions of IFRS 3.



## Financial statements for the period 23 March – 30 April 2017

### Notes

#### 2 Accounting estimates and judgements (continued)

##### *Acquisitions of entities and activities*

In connection with the acquisition of entities, the acquired entity's assets and liabilities are recognized according to the purchase method, which requires that all assets and liabilities are calculated at fair value. In connection with the calculation of the fair value of the assets and liabilities, Management performs various estimates, some of which will be significant.

When entities and activities are sold or closed down, normal management estimates are made for the settlement of contractual obligations.

#### 3 Staff costs

The Company does not have any employees.

#### 4 Tax for the year

DKKm	2017
Current tax for the year	-1,184
Adjustment of deferred tax charge of the year	0
	<hr/>
Prior-year adjustments	-1,184
	0
	<hr/>
Tax for the year	-1,184
Tax on other comprehensive income	0
	<hr/>
	-1,184
	<hr/>
Tax on the profit/loss for the year is explained as follows: Calculated 22% tax on profit/loss before tax	<hr/>
	22,0
	<hr/>

#### 5 Contractual obligations and contingencies, etc.

##### *Contingent liabilities*

The Company is jointly taxed with its parent company (DSVM Invest A/S) and other Danish group companies. DSVM Invest A/S operates as management company. The Company has joint and several unlimited liability with the jointly taxed companies for payment of Danish income taxes.

##### *Mortgages and collateral*

At 30 April 2017, no mortgages and collateral exist.

#### 6 Related parties

DSVM Invest A/S (exercising control)	Basis
	<hr/>
	Shareholder

## Financial statements for the period 23 March - 30 April 2017

### Notes

#### 7 Business combinations

No business combinations have occurred during the financial year.

#### Business combinations after the balance sheet date

##### *DSVM-entities*

On 10 May 2017, DSV Miljø Group A/S acquired 100% of the voting shares of Totalleveranser Sverige AB, RGS Nordic A/S, Nymølle Stenindustrier A/S and DSV Transport A/S ("DSVM entities"). The four entities were acquired as part of a restructuring prior to issuing senior secured floating rate bonds. Goodwill added on this acquisition is attributable mainly to technical expertise etc.

The purchase consideration of the shares in the DSVM entities was DKK 1,887 million of which DKK 1,122 million was paid by cash, and DKK 765 million was financed as an intragroup loan. The total acquisition-related costs comprised DKK 1 million and was related to financial and legal assistance.

Based on the preliminary fair values of net assets, goodwill amounted to DKK 768 million. Goodwill is not expected to be deductible for income tax purposes.

##### *SCT Transport AB*

On 1 August 2017, the group entity GDL Transport AB acquired 100% of the activities of SCT Transport AB, a Gothenburg based company that specializes in transportation of goods and in particular sea containers. The Group has acquired SCT Transport because it expands both its existing product portfolio and customer base.

The purchase prices amounted to DKK 15 million and has been settled by cash. There were no material acquisition-related costs.

Based on the preliminary fair values of net assets, goodwill amounted to DKK 0 million.

##### *C-R Johanssons Åkeri AB*

On December 5 2017, the group entity GDL Transport Holding AB acquired 100% of the voting shares of C-R Johanssons Åkeri AB, a Varberg based company that specializes in transportation of goods. The Group has acquired C-R Johanssons Åkeri AB because it expands both its existing product portfolio, customer base and geographical presence.

The preliminary purchase consideration for the shares was DKK 35 million of which DKK 25 million was paid by cash, and DKK 9 million through loan settlement leaving DKK 1 million payable. The total acquisition-related costs comprised DKK 1 million related to financial and legal assistance.

Based on the preliminary fair values of net assets, goodwill amounted to DKK 5 million. Goodwill is not expected to be deductible for income tax purposes.

## Financial statements for the period 23 March - 30 April 2017

### Notes

#### 7 Business combinations (continued)

All acquisitions were accounted for using the acquisition method.

The preliminary fair values of the identifiable assets and liabilities of the acquired entities or activities at the date of the acquisition were:

DKKm	DSVM entities	CRJ- entities
Intangible assets	1,320.1	1.2
Tangible assets	547.9	58.1
Financial assets	6.7	0.0
Inventories	25.8	0.0
Receivables	713.8	27.3
Cash	116.1	0.6
Financial liabilities	-84.0	-16.8
Deferred tax	-235.1	-6.7
Provisions	-47.1	0.0
Payables	-926.6	-7.7
Tax payables	-44.2	0.5
Other debt	-228.7	-25.8
Deferred income	-45.6	0.0
<b>Total identifiable net assets at fair value</b>	<b>1,119.1</b>	<b>30.7</b>
Goodwill arising on acquisition	767.8	4.8
<b>Purchase consideration transferred</b>	<b>1,886.9</b>	<b>35.5</b>
Net cash acquired with the subsidiary	-116.1	-0.6
<b>Net cash consideration</b>	<b>1,770.8</b>	<b>34.9</b>

For the period since the acquisition and until 31 January 2018, the purchased entities have generated the following net results and revenues:

DKKm	DSVM entities	CRJ entities
Net profit/loss	117.3	0.2
Revenue	3,115.1	23.4

## Financial statements for the period 23 March - 30 April 2017

### Notes

#### 8 Events after the balance sheet date

Apart from the business combinations, cf. note 7, the following event occurred after the balance sheet date:

On 10 May 2017, the Company issued senior secured floating rate bonds of EUR 210 million (DKK 1,563 million) at an interest rate of EURIBOR + 5.9%. Borrowing costs comprise DKK 21 million and will be amortized until expiration in 2021. The net proceeds have partly been used for financing the acquisition of shares in DSVM entities. The remaining part of the purchase price was financed through issuing an intragroup loan that was settled in May 2017 by converting debt into shares as part of the capital increase of 500,000 shares of nominally DKK 500,000 and DKK 712,000 in total.

Apart from the above, no events have occurred after the balance sheet date which materially affect the financial position at 30 April 2017.