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Sanitet Handel K/S
AZBU House
Amagerfaelledvej 81
2300 Copenhagen S

THE ANNUAL REPORT
The year 2017

CVR-nr: 33 49 30 45

Approved at the General Meeting, the / 2018

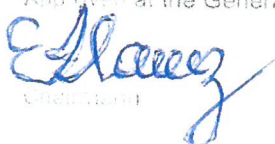

Chairman

TABLE OF CONTENTS

Management commentary and other company details	
Company information	3
Statements and reports	
Management's statement	4
Management commentary and other company details	
Management commentary.....	5
Financial statements 1. January - 31. December 2017	
Accounting policies.....	6
Income statement.....	8
Balance sheet.....	9
Notes	11

COMPANY INFORMATION

Company number: 33 49 30 45

Executive board Elmarie Ibanez

MANAGEMENT'S STATEMENT

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

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

In my opinion, the financial statements give a true and fair view of the Company's assets, equity, liabilities and financial position at 31. December 2017 and of its financial performance for the period 1. January - 31. December 2017.

In my opinion the Management commentary includes a fair review of the matters described.

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

Copenhagen, / 2018


Eimarie Ibanez

MANAGEMENT COMMENTARY

The activity of the company is wholesale trade in sanitary products.

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

The performance and results for the year are considered satisfactory.

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

Opting out of audit

The annual report has not been audited. The Executive Board considers the conditions for opting out of audit to have been met.

ACCOUNTING POLICIES

GENERAL INFORMATION

The financial statements of Sanitet Handel K/S for the financial year 2017 have been prepared in conformity with the provisions of the Financial Statements Act on class B enterprises.

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

Recognition and measurement in general

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

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

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

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

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

Certain financial assets and liabilities are measured at amortised cost, whereby a constant effective interest rate is recognised over the life of the individual asset or liability. Amortised cost is determined as original cost less any repayments and with the addition/deduction of the accumulated amortisation of the difference between cost and nominal amount.

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

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

INCOME STATEMENT

General information

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

Gross profit

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

Administrative expenses

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

BALANCE SHEET

Investments

ACCOUNTING POLICIES

Other securities

Other securities in the form of securities admitted for trading on a regulated market are recognised at their closing price at the Copenhagen Stock Exchange on the reporting date.

Receivables

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

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

Payables

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

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

INCOME STATEMENT
1. JANUARY - 31. DECEMBER 2017

	2017 USD	2016 TUSD
GROSS PROFIT	-2.602	0
Other financial income	1.138	0
Other financial expenses	0	-1
	-1.464	-1
PROFIT OR LOSS BEFORE EXTRAORDINARY ITEMS	-1.464	-1
Extraordinary items	-14.340.000	0
	-14.341.464	-1
PROFIT OR LOSS FOR THE YEAR	-14.341.464	-1
	-14.341.464	-1
 PROPOSED DISTRIBUTION OF NET PROFIT		
Retained earnings	-14.341.464	-1
	-14.341.464	-1
SETTLEMENT OF DISTRIBUTION TOTAL	-14.341.464	-1
	-14.341.464	-1

BALANCE SHEET AT 31. DECEMBER 2017

ASSETS

	2017 USD	2016 TUSD
Other investments.....	12.405.000	26.745
Investments	12.405.000	26.745
NON-CURRENT ASSETS	12.405.000	26.745
Prepayments for goods.....	22.093	22
Inventories	22.093	22
Contributed share capital in arrears	0	7
Receivables	0	7
Cash	9.222	11
CURRENT ASSETS	31.315	40
ASSETS	12.436.315	26.785

BALANCE SHEET AT 31. DECEMBER 2017
EQUITY AND LIABILITIES

	2017 USD	2016 TUSD
Contributed capital.....	0	7
Retained earnings.....	12.436.315	1.242
1 EQUITY.....	12.436.315	1.249
Other accounts payable.....	0	25.536
Short-term payables	0	25.536
PAYABLES	0	25.536
EQUITY AND LIABILITIES	12.436.315	26.785

NOTES

	Opening balance	Capital account adjustment	Proposed distribution of net profit	Closing balance
1 Equity				
Retained earnings.....	1.242.151	25.535.628	-14.341.464	12.436.315
	<u>1.242.151</u>	<u>25.535.628</u>	<u>-14.341.464</u>	<u>12.436.315</u>