

# ***INDEPENDENT AUDITOR'S REPORT***

*of the company:*

***ASTRID T.M., a.s.***

*verification of the financial statements*

***as of 31 December 2015***

***February 2016***

*Total 6 copies*

*3 copies in Czech language  
3 copies in English language*

## **CONTENT**

*of the independent auditor's report*

*audited company:*

**ASTRID T.M., a.s.**

*Prague 3, Žerotínova 1133/32, zip code 130 00*

*registered at Municipal Court in Prague, Section B, Insert 4398*

*IN 25087312*

***Independent auditor's report***

***Balance sheet as of 31 December 2015***

***Profit and loss account as of 31 December 2015***

***Notes to the financial statements for the period from 1 January  
2015 to 31 December 2015***

***Audited period:***

*1 January 2015 – 31 December 2015*

***Date of the auditor's report:***

*16 February 2016*

***Report discussed:***

***with statutory of the company:***

*Jan Krzysztof Kamiński*

*on:*

## **INDEPENDENT AUDITOR'S REPORT**

for shareholders of the company **ASTRID T.M., a.s.**, IN 25087312,  
based in Prague 3, Žerotínova 1133/32, zip code 130 00

### **Report on the financial statements**

We verified the attached financial statements of the company **ASTRID T.M., a.s.** as of 31 December 2015, which comprise balance sheet, profit and loss account, cash flow and notes to this financial statements for the year ended 31 December 2015, including description of used significant accounting policies. Data of the company **ASTRID T.M., a.s.** are stated in Article 1 of the notes to this financial statements.

#### **Responsibility of the statutory body of the accounting unit for the financial statements**

Statutory body of the company **ASTRID T.M., a.s.** is responsible for the preparation and fair presentation of the financial statements in accordance with the Czech accounting regulation. Part of this responsibility is to design, implement and maintain internal control over preparation and fair presentation of the financial statements so as it would not contain material misstatements, whether due to a fraud or an error; to select and apply appropriate accounting policies and to making reasonable accounting estimates in the circumstances.

#### **Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Act on Auditors, International Standards on Auditing and implementation guidance of the Chamber of Auditors of the Czech Republic. Those standards require 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 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 entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the company, 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.


### Opinion

In our opinion, the financial statements present fairly, in all material respects, assets, liabilities and the financial position of ASTRID T.M., a.s. for the year ended 31 December 2015 and its financial performance for the year then ended in accordance with accounting regulation of the Czech Republic.

In Prague, Czech Republic, on 16 February 2016

AUDITING plus s.r.o.  
License No. 508  
Drtinova 222  
503 11 Hradec Králové



  
Represented by partner:  
PhDr. Ivan Murko  
Independent Auditor  
License No. 2187

# BALANCE SHEET

in full form

as at 31.12.2015

(in thousands of CZK)

Name and Address of the Accounting Entity

ASTRID T.M., a.s.

Žerotínova 1133/32

PRAHA 3

13000

Reg. No.
2 5 0 8 7 3 1 2

Class a	ASSETS B	Current Accounting Period			Previous Accounting Period
		Gross 1	Adjustment 2	Net 3	Net 4
	TOTAL ASSETS (A. + B. + C. + D.I.)	9 780	1 382	8 398	51 461
A.	Receivables from Subscriptions				
B.	Fixed Assets (B.I. + B.II. + B.III.)	1 436	1 382	54	1 595
B. I.	Intangible Fixed Assets (Sum B.I. 1. to B.I.8.)	1 360	1 360		
B. I. 1.	Incorporation Expenses				
2.	Intangible Research and Development				
3.	Software				
4.	Valuable Rights	1 360	1 360		
5.	Goodwill				
6.	Other Intangible Fixed Assets				
7.	Intangible Fixed Assets under Construction				
8.	Advance Payments for Intangible Fixed Assets				
B. II.	Tangible Fixed Assets (Sum B.II.1. to B.II.9.)	76	22	54	1 595
B. II. 1.	Land				
2.	Buildings and Constructions				
3.	Separate Tangible Movable Assets and Sets of Movable Tangible Things	76	22	54	1 595
4.	Permanent Growth				
5.	Breeding and Draught Animals				
6.	Other Tangible Fixed Assets				
7.	Tangible Fixed Assets under Construction				
8.	Advance Payments for Tangible Fixed Assets				
9.	Adjustments to Acquired Assets				
B. III.	Financial Investments (Sum B.III.1. to B.III.7.)				
B. III. 1.	Shares in Controlled and Managed Organizations				
2.	Shares in Accounting Units with Substantial Influence				
3.	Other Securities and Deposits				
4.	Loans - Controlling and Managing Organization, Substantial Influence				
5.	Other Financial Investments				
6.	Financial Investments Acquired				
7.	Advance Payments on Long- term Financial Investments				

Class a	ASSETS B	Current Accounting Period			Previous Accounting Period
		Gross 1	Adjustment 2	Net 3	Net 4
C.	Current Assets (C.I. + C.II. + C.III. + C.IV.)	8 336		8 336	49 180
C. I.	Inventory (Sum C.I.1. to C.I.6.)				28 339
C. I. 1.	Materials				2 331
2.	Work in Progress				86
3.	Finished Products				1 493
4.	Animal Stock				
5.	Purchased Goods				24 429
6.	Advance Payments for Inventory				
C. II.	Long-term Receivables (Sum C .II.1. to C.II.8.)				
C. II. 1.	Trade Receivables				
2.	Receivables - Controlling and Managing Organization				
3.	Receivables - Substantial Influence				
4.	Receivables from Partners				
5.	Long-term Advance Payments				
6.	Estimated Receivables				
7.	Other Receivables				
8.	Deferred tax Receivables				
C.III.	Short-term Receivables (Sum C.III.1. to C.III.9.)	8 229		8 229	13 919
C.III.1.	Trade Receivables	7 182		7 182	11 721
2.	Receivables - Controlling and Managing Organization				
3.	Receivables - Substantial Influence				
4.	Receivables from Partners				
5.	Social Security and Health Insurance				
6.	State - Taxation Receivables	856		856	1 967
7.	Prepayments	191		191	231
8.	Estimated Receivables				
9.	Other Receivables				
C.IV.	Short-term Financial Assets (Sum C.IV.1. to C.IV.4.)	107		107	6 922
C.IV.1.	Cash in Hand	5		5	3
2.	Cash in Bank	102		102	6 919
3.	Short-term Securities and Shares				
4.	Short-term Financial Assets in Progress				
D. I.	Accruals (D.I.1. + D.I.3.)	8		8	686
D. I. 1.	Deferred Expenditure	8		8	13
2.	Complex Deferred Expenditure				
3.	Deferred Income				673



Class	LIABILITIES	Balance in the Current Accounting Period	Balance in the Previous Accounting Period
a	b	5	6
	TOTAL LIABILITIES (A. + B. + C.I.)	8 398	51 461
A.	Shareholders' Equity (A.I. + A.II. + A.III. + A.IV. + A.V.1. + A.V.2.)	7 063	6 044
A. I.	Registered Capital (A.I.1. + A.I.2. + A.I.3.)	1 980	1 980
A. I.1.	Registered Capital	1 980	1 980
2.	Own Shares and Ownership Interests		
3.	Changes in Registered Capital		
A. II.	Capital Funds (Sum A.II.1. to A.II.4.)		
A. II.1.	Premium		
2.	Other Capital Funds		
3.	Differences form Revaluation of Assets and Liabilities		
4.	Revaluation of Transformations Business Corporations		
5.	Differences Transformation of Corporations		
6.	Differences from Valuation Transformations Business Corporations		
A. III.	Profit Funds (A.III.1. + A.III.2.)	396	396
A. III.1.	Reserve Fund	396	396
2.	Statutory and Other Funds		
A. IV.	Profit / Loss Brought Forward (A.IV.1. + A.IV.2.)	3 668	
A. IV.1.	Undistributed Profit of Previous Years	3 668	
2.	Accumulated Losses of Previous Years		
3.	Another economic result of previous years		
A. V. 1.	Retained Profit / Loss of the Current Financial Year /+ -/	1 019	3 668
A. V. 2.	Decisions on Advances for Payment of Profit Sharing /-/		
B.	Liabilities (B.I. + B.II. + B.III. + B.IV.)	1 335	41 219
B. I.	Reserves (Sum B.I. 1. to B.I.4.)	232	839
B. I. 1.	Legal Reserves		
2.	Reserve for Pensions and Similar Liabilities		
3.	Income Tax Reserve	232	839
4.	Other Reserve		
B. II.	Payables (Sum B. II.1. to B.II.10.)	3	38
B. II. 1.	Trade Payables		
2.	Payables - Controlling and Managing Organization		
3.	Payables - Substantial Influence		
4.	Payables from Partners		
5.	Long-term Advances Received		
6.	Issued Bonds		
7.	Long Term Bonds Due		
8.	Estimated Payables		
9.	Other Long-term Liabilities		
10.	Deferred Tax Payables	3	38

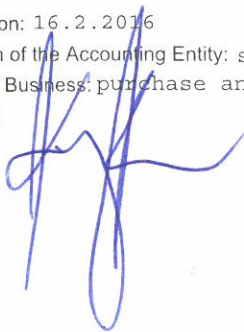
Class a	LIABILITIES b	Balance in the Current Accounting Period 5	Balance in the Previous Accounting Period 6
B. III.	Short-term Liabilities (Sum B.III.1. to B.III.11.)	1 100	40 342
B. III. 1.	Trade Payables	36	5 689
2.	Payables - Controlling and Managing Organization		29 675
3.	Payables - Substantial Influence		
4.	Payables from Partners		
5.	Employee Related Liabilities	43	403
6.	Social Security and Health Insurance Liabilities	23	234
7.	State - Taxation Liabilities and Subsidies	395	64
8.	Short-term Accepted Deposits		
9.	Issued bonds		
10.	Estimated Payables	302	4 270
11.	Other Liabilities	301	7
B.IV.	Bank Loans and Borrowings (Sum B.IV. 1. to B.IV.3.)		
B.IV. 1.	Long-term Bank Loans		
2.	Short-term Loans		
3.	Short-term Borrowings		
C. I.	Accruals (C.I.1. +C.I.2.)		4 198
C. I. 1.	Accrued Expenses		3 806
2.	Deferred Revenue		392

Prepared on: 16.2.2016

Legal form of the Accounting Entity: shareholder company

Subject of Business: purchase and selling of goods

Signature:






# PROFIT AND LOSS ACCOUNT by Type

in full

as on 31.12.2015

(in thousands of CZK)

Name and Address of the Accounting Entity

ASTRID T.M., a.s.

Žerotínova 1133/32

PRAHA 3

13000

Reg. No.

2 5 0 8 7 3 1 2

Class a	TEXT b	Result in the Accounting Period	
		Current 1	Last 2
I.	Sales Revenue	23 763	24 866
A.	Cost of Goods Sold	21 653	15 715
+	Gross Profit (I. - A.)	2 110	9 151
II.	Outcome (II.1. to II.3.)	14 904	26 423
II.1.	Sales of Own Products and Services	16 462	25 028
2.	Difference in Own Produced Stock	-1 558	1 395
3.	Own Closing Stock		
B.	Direct Costs (B.1. + B.2.)	7 034	25 657
B. 1.	Materials, Light and Power	5 397	6 096
2.	Services	1 637	19 561
+	Value Added (I. - A. + II.-B.)	9 980	9 917
C.	Personnel Expenses (C.1. to C.4.)	5 468	4 227
C. 1.	Wages	4 287	3 115
2.	Rewards to Members of Business Corporations		57
3.	Social Security and Health Insurance Costs	1 175	1 034
4.	Fringe Benefits	6	21
D.	Fees and Taxes	93	141
E.	Long Term Tangible and Intangible Asset Depreciation	1 540	220
III.	Revenue from Sales of Long Term Assets and Materials (III.1. + III.2.)	1 290	3
III.1.	Revenue from Sales of Long Term Assets	31	3
2.	Revenue from Sales of Materials	1 259	
F.	Net Book Value of Sold Long Term Assets and Materials (F.1. + F.2.)	1 968	
F. 1.	Net Book Value of Sold Long Term Assets		
2.	Net Book Value of Sold Materials	1 968	
G.	Reserves and Deferred Income in Operating Revenue		
IV.	Other Operating Revenue	1 117	43
H.	Other Operating Expenses	1 185	91
V.	Operating Revenue Carried Forward		
I.	Operating Expenses Carried Forward		
*	Net Profit from Operations (Calculated Items (+) to V.)	2 133	5 284

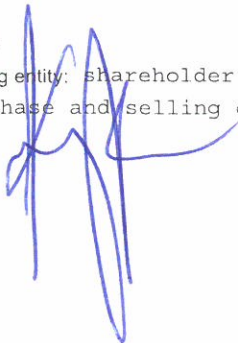
Class a	TEXT b	Result in the Accounting Period	
		Current 1	Last 2
VI.	Revenue from Sold Securities and Shares		
J.	Sold Securities and Shares		
VII.	Revenue from Long Term Financial Assets (VII.1. to VII.3.)		
VII.1.	Revenue from Securities and Shares in the Group		
2.	Revenue from Other Long Term Securities and Shares		
3.	Revenue from Other Investments		
VIII.	Revenue from Short Term Financial Assets		
K.	Finance Costs		
IX.	Revenue from Revalued Securities		
L.	Expenses from Revalued Securities		
M.	Reserves and Provisions Adjustments		
X.	Interest Received	1	18
N.	Interest Paid	774	559
XI.	Other Financial Revenue	848	78
O.	Other Financial Expenses	990	276
XII.	Financial Revenue Carried Forward		
P.	Financial Expenses Carried Forward		
*	Profit / Loss from Financial Operations (Calculated Items VI. to P.)	- 915	- 739
Q.	Income Tax on Ordinary Activities (Q. 1. + Q.2.)	199	877
Q. 1.	- Payable	234	839
2.	- Deferred	-35	38
**	Profit / Loss from Ordinary Activities (Net Profit from Operations + Profit / Loss from Financial Operations - Q.)	1 019	3 668
XIII.	Exceptional Revenue		
R.	Extraordinary Expenses		
S.	Income Tax on Extraordinary Activities (S.1 + S.2)		
S. 1.	- Payable		
2.	- Deferred		
*	Extraordinary Profit / Loss (XIII. - R. - S.)		
T.	Profit / Loss Attributed to Shareholders (+/-)		
***	Profit / Loss of the Accounting Period (+/-) (Profit / Loss from Ordinary Activities + Extraordinary Profit / Loss - T.)	1 019	3 668
****	Profit / Loss before tax (Profit from Operations + Profit / Loss from Financial Operations + Exceptional Revenue - R.)	1 218	4 545

Prepared on: 16.2.2016

Legal form of the accounting entity: shareholder company

Subject of business: purchase and selling of goods

Signature:




# Notes to the financial statements in accordance with § 39 of the Regulation No. 500/2002 Col.

## ARTICLE 1

**Company:** ASTRID T.M., a.s.

**Registered office:** Žerotínova 1133/32, Žižkov, 130 00 Prague 3

**IN:** 25087312

**Legal form of the accounting entity:** joint stock company

**Line of business:** purchasing and selling of goods

**Date of incorporation (or initiation of activity) of the accounting unit:** October 30, 1996

**Balance day:** 31 December 2015

**Moment of preparation of the financial statements:** 16 February 2016

**Person responsible for accounting (name and signature):**

Jan Krzysztof Kaminski, member of the board

In Prague 3

on 16 February 2016

**Individual or legal entity taking a share of more than 20% of registered capital of the accounting unit:**

	2015	2014	2013
GR Sarantis Cyprus Limited	100%	100%	0%
Astrid s.r.o.	0%	0%	100%

The company is not participating in other entities. The company has also got no unlimited liability in any other entity.

**Names and surnames of members of statutory bodies:**

Krzysztof Jan Kaminski member of the Board

Tomáš Jakoubek, member of the supervisory Board

**Description of organizational structure of the accounting entity, or fundamental changes within the accounting period:**

The company is directed by a member of the Board.

The company is internally not organizationally divided. There is no production performed on the balance day.

## ARTICLE 2

Average number of employees during the accounting period:	10	2015 personal costs: 5 468
Members of regulatory bodies (count):	0	personal costs: 0

## ARTICLE 3

**General accounting principles used:**

Duality and accruals.

The company accounts shall be governed by Act no. 563/1991 Coll. On Accounting as amended, by Decree no. 500/2002 Sb. and Czech Accounting Standards Nos. 001 to 023. The chart of accounts is continuously updated according to the company needs. Account groups of analytical accounts, the company uses, are corresponding to chart of accounts contained in Decree no. 500/2002 Sb. The attachment is prepared in accordance with the wording of § 39 of Decree no. 500/2002 Sb.

Annex data are based on accounting documents (accounting documents, ledgers and other accounting records) and other documents which an entity has available.  
Figures are in thousands of CZK, unless stated otherwise.

**Accounting policies used:**

Valuation, depreciation of assets, allowances to receivables and deferred tax.  
The entity formed provision for income tax.

**Method of valuation:**

Purchased assets are valued at their purchase price.  
Purchased inventories are valued at cost of acquisition + interrelated costs (transport of goods).  
Decreases in inventories are valued at the weighted arithmetic average with analytical segmentation at a predetermined price on a purchase price differences (between the invoiced and stock price) and related costs to the acquisition of inventory (duty, freight). The accounting unit did not use valuation at own costs and reproductive purchase price.

**Method of depreciation:**

Fixed tangible (over 40,000 CZK) and intangible (over 60,000 CZK) assets depreciate according to the depreciation plan. Period of depreciation of assets with purchase price of more than 100,000 CZK has been determined to 5 years.

**Method of allowances recording:**

Tax allowances to receivables are created in accordance with the Reserve Act No. 593/1992 Col., that is in the amount of 20%.  
Creation of other adjustments depends whether the receivable has been sued.  
There are no allowances to receivables due from the biggest customers (business chains) due to continuous set-off of receivables and liabilities.  
Allowances are not created to receivables refunded between the balance day and the moment of preparation of the financial statements.

**Method of determination of accumulated depreciation of assets:**

In accordance with the depreciation plan.

**Conversion method of data in foreign currencies into the Czech currency:**

Accounting unit uses actual exchange rate of Czech National Bank.  
Assets and liabilities in foreign currencies are converted by the exchange rate of Czech National Bank valid on the balance day.

**Method of determination of the real value of assets and liabilities:**

Accounting unit does not use real value evaluation of assets and liabilities.

**ARTICLE 4**

**Significant items from the balance sheet which are essential for analysis and evaluation of the financial assets situation and retained profit of the accounting unit, which do not directly result from the balance sheet:**

The company ended its own production in 2015 and sold all inventories.

**Significant items from profit and loss account essential for analysis and for evaluation of the financial assets situation and retained profit of the accounting unit, which do not directly result from profit and loss account:**

In spite of the fact that last selling of own production proceeded in July 2015, interrelated revenues increased by 10 % compared with 2014. Time period of own production during 2015 was comparable to 2014.



Particularly presented significant data, which are not separately recorded in the balance sheet and in profit and loss account:

None

Long-term bank loans incl. interest rates:

None

Description of the loan security:

None

Received subsidies for investment and operating purposes:

None

Liabilities to persons with substantial or controlling influence:

In 2015 there was one loan in the amount of 300 th. CZK from Sarantis Czech Republic, s.r.o.

## ARTICLE 5

The company has got neither receivables nor liabilities with maturity over 5 years.

Receivables and liabilities:

Receivables		Liabilities	
Total receivables:	7,182 th. CZK	Total liabilities:	36 th. CZK
Due receivables:	7,182 th. CZK	Due liabilities:	36 th. CZK
Thereof receivables within the group		Thereof liabilities within the group	
Total receivables:	7,182 th. CZK	Total liabilities:	16 th. CZK
Due receivables:	7,182 th. CZK	Due liabilities:	16 th. CZK
Overdue receivables 1-30 days	0 th. CZK	1-30 days	0 th. CZK

Small intangible and tangible assets not recorded in the balance sheet, recorded in the notes regarding materiality principle: None

Foreign assets: None

Assets within leased company: None

Total amount of liabilities not recorded in the balance sheet: None

Pension liabilities: None

Liabilities due from accounting entity in the consolidated unit:

- loan 300 th. CZK

Contracts of third party control, contracts of profit transfers:

None.

The company does not use financial derivatives.

The company has no assets with significantly different market and book valuations.

Significant events, which will occur between balance day and the financial statements preparation date:

None.

## ARTICLE 6

Breakdown of entries of profit and loss account prepared under Annex 3 to Decree No. 500/2002 Coll. is not necessary, since profit and loss account is drawn up in accordance with Annex 2 to Decree No. 500/2002 Coll.

## ARTICLE 7

Material increases or decreases in individual elements of equity in thousands CZK:

	2014 Initial state	Increase/ decrease	2014 Final state	2015 Initial state	Increase/ decrease	2015 Final state
Equity	6 087	-43	6 044	6 044	+ 1 019	7 063
Share capital	1 980	0	1 980	1 980	0	1 980
Legal reserve fund	396	0	396	396	0	396
Profit of previous years	0	0	0	0	+ 3 668	3 668
Profit/loss - current year	3 711	-43	3 668	3 668	- 2 649	1 019

## ARTICLE 8

Scheme of revenues according to the type of activity and geographical location of the market, which significantly differ from each other (numbers are given without effect of bonuses):

	Value 2015	2014	2013	Geographical location of the market
Goods	23,763 th. CZK	24,866 th. CZK	0	Czech Republic
Services	1,637 th. CZK	15,505 th. CZK	5 170 th. CZK	Czech Republic
Products	10,513 th. CZK	9,523 th. CZK	0	Czech Republic

## ARTICLE 9

Corporation does not need statutory audit of financial statements according to the law.



