AM3D A/S
Central Business Registration No. 27292054

Annual report 2014

The Annual General Meeting adopted the annual report on 09.03.2015

Chairman of the General Meeting

Name: Finn Nielsen

Contents

Company details

Company

AM3D A/S
Langagervej 6
DK-9220 Aalborg Øst

Central Business Registration No: 27292054
Registered in: Aalborg, Denmark
Financial year: 01.01.2014 - 31.12.2014

Board of Directors

Claus Christensen, Chairman
Claus Falk
Finn Nielsen

Executive Board

Claus Falk

Company auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Gøteborgvej 18
DK-9200 Aalborg SV

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of AM3D A/S for the financial year 01.01.2014 - 31.12.2014.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2014 and of the results of its operations and cash flows for the financial year 01.01.2014 - 31.12.2014.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Aalborg, 09.03.2015

Executive Board

Claus Falk

Board of Directors

Claus Christensen Chairman	Claus Falk	Finn Nielsen

Independent auditor's report

To the owners of AM3D A/S
Report on the financial statements

We have audited the consolidated financial statements and parent financial statements of AM3D A/S for the financial year 01.01.2014 - 31.12.2014, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes for the Group as well as for the Parent and the consolidated cash flow statement. The consolidated financial statements and parent financial statements are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility for the consolidated financial statements and parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent financial statements that give a true and fair view in accordance with the Danish Financial Statements Act and for such internal control as Management determines is necessary to enable the preparation of consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the consolidated financial statements and parent financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether consolidated financial statements and parent financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements and parent financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the consolidated financial statements and parent financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of consolidated financial statements and parent financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as the overall presentation of the consolidated financial statements and parent financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the consolidated financial statements and parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2014, and of the results of their operations and the Group's cash flows for the financial year 01.01.2014 - 31.12.2014 in accordance with the Danish Financial Statements Act.

Statement on the management commentary

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the audit of the consolidated financial statements and parent financial statement.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the consolidated financial statements and parent financial statement.

Aalborg, 09.03.2015

Deloitte
Statsautoriseret Revisionspartnerselskab

Lars Birner Sørensen	Torben Toft Kristensen
State Authorised Public Accountant	State Authorised Public Accountant

Management commentary

Primary activities

AM3D is a global developer and supplier of world patented software-based audio technology as well as a provider of consultancy assistance in binaural technology, audio enhancements and other related business.

The technology creates ground breaking sound improvement and 3D sound in modern consumer electronics and advanced communications solutions for both civilian and military industry.

The technology is currently used in mobile phones, hearing aids, cars, bluetooth devices, radios, communications solutions, pilot helmets and other types of multimedia equipment. The company has subsidiaries in Tokyo, Japan and Seoul, Korea.

Development in activities and finances

In 2014, AM3D generated a loss of DKK 11,9 mill., which is worse than expected and worse than in 2013. 2014 was a very active year in terms of commercial activities and increased sales effort in Europe, United States, Korea, Japan, Taiwan and China.

During 2014, AM3D has participated in a number of relevant trade shows, demonstration projects, exhibitions and customer events, such as Consumer Electronics Show, Mobile World Conference, Mobile Expo Asia, IFA, CSR Asia Tour, Eurosatory, FMI Industry Day, Frigate Niels Juel US Tour and FAD Fighter Tour.

In 2014, AM3D increased the total customer base, and very importantly signed a contract with the first customer in China. In Q4, AM3D technology was available in the highest number of products in the market ever. The partnership and cooperation with key companies and partners has been strengthened and further improved during 2014. AM3D audio enhancement technology (Zirene and Zirene Sound) is now integrated on a variety of key platforms, such as Android, Qualcomm Snapdragon, CSR Bluecore and Cadence Tensilica HIFI. A major step in 2014 was the completion of the Qualcomm Snapdragon integration, which combined with the development of a new Android solution, pushed activities with key Asian customers. New activities were initiated in 2014 to expand activities toward chipset manufacturers and additional software platforms (OS). This will support the expansion with key customers in Asia. The increased number of customers and partnerships has resulted in an increased market awareness of AM3D.

During 2014 AM3D has worked continuously within its three Mission Critical business areas: Avionics, Future Soldier and Combat Vehicles. There has been high focus on offset obligations for 3 major tenders on Future Fighters, Armoured Personnel Carriers and Artillery systems. They are all to be closed during 2015. AM3D is today the only supplier of combat proven 3D audio technology. AM3D is partnering with Terma A/S in avionics, and here testimonial from the NATO led "Operation Unified Protector" in Libya documented high capability for the pilot to stay 100 percent alert at low mental work load, resulting in the ability to perform more sorties than other pilots.

AM3D has been pursuing a standardized product platform approach for many years now. The market has been responding very positive regarding the quality and performance of AM3D products, and is by customers considered to be of highest quality. The 5^{th} generation of Zirene was released in Q3 2014 with new functionality

Management commentary

and features – such as 3D Surround. With the 3D Surround feature we have succeeded to create a competitive edge. The feature has been received very positively by the market and is generating new opportunities. The solutions for Car-fi and Bluetooth platforms have also been improved, providing promising outlook for business development in these segments.

The lag time from new customer contracts to new licenses delivered has resulted in a lower number of sold licenses than expectations for 2014. Some key customers have decided to postpone product releases, and have not fulfilled their own sales expectations for major product models with AM3D technology implemented. A number of leading defense contractors and system integrators offer development projects, but the projects have been impacted by delay.

Overall, the outlook for 2015 is promising. The reasons being that our technology during 2014 was verified by tier 3 customers in a limited number of launched products, and for 2015 they will increase the number of products launches with AM3D technology significantly. In addition, an increased number of customers are expected in several segments, and the fact that AM3D operates in market segments with prospects of continued growth will result in higher revenue. It is expected that AM3D will achieve improved financial performance in 2015, however still with a negative bottom line.

Disclosures on non-financial issues

AM3D supports employee training and education by offering financial support and other needed tools and courses.

Innovation is crucial to a company that deals with cutting edge technology. The company has worked actively with innovation for several years, which has led to groundbreaking audio products, patents and several types of IPR. This work continues.

AM3D is a responsible global employer that offers good working conditions in both the parent company and subsidiaries. The company takes responsibility for employees and their working conditions. It is vital to emphasize that bribery is not acceptable in any form.

AM3D makes a great effort to communicate openly with stakeholders and the general public through various communication and reporting forms.

Outlook

We expect a continued loss in the coming year due to continued investment in global sales, customer service and continued development of core platforms and products in AM3D's product range.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The accounting policies applied for these consolidated financial statements and parent financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Consolidated financial statements

The consolidated financial statements comprise the Parent and the group enterprises (subsidiaries) that are controlled by the Parent. Control is achieved by the Parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way possibly or actually exercising controlling influence. Enterprises in which the Group, directly or indirectly, holds between 20% and 50% of the voting rights and exercises significant, but not controlling influence are regarded as associates.

Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of the Parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income and expenses, intra-group accounts and dividends as well as profits and losses on transactions between the consolidated enterprises are eliminated. The financial statements used for consolidation have been prepared applying the Group's accounting policies.

Accounting policies

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements. Minority interests' pro rata shares of the profit/loss and the net assets are disclosed as separate items in the income statement and the balance sheet, respectively.

Investments in subsidiaries are offset at the pro rata share of such subsidiaries' net assets at the takeover date, with net assets having been calculated at fair value.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date, or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue from the sale of services is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes write-downs of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

Accounting policies

Other financial income
Other financial income comprises interest income, including interest income on receivables from group enterprises, payables and transactions in foreign currencies as well as tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses
Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, payables and transactions in foreign currencies as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Income taxes
Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Parent is jointly taxed with all of its Danish subsidiaries in the Group taxed with Aalborg Stiftstidende A/S. The current Danish income tax is allocated among the jointly taxed companies proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Intellectual property rights etc
Intellectual property rights etc comprise development projects completed and in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred.

The cost of development projects comprises costs such as salaries and amortisation that are directly and indirectly attributable to the development projects.

Completed development projects are amortised on a straight-line basis using the estimated useful lives of the assets. The amortisation period is five years. For development projects protected by intellectual property rights, the maximum amortisation period is the remaining duration of the relevant rights. Development projects are written down to the lower of recoverable amount and carrying amount.

Intellectual property rights acquired are measured at cost less accumulated amortisation. Patents are amortised over their remaining duration, and licences are amortised over the term of the agreement, but over no more than 20 years.

Accounting policies

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment
Plant and machinery as well as other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	4-6 years
Leasehold improvements	3-20 years

Plant and equipment are written down to the lower of recoverable amount and carrying amount.

Investments in group enterprises
Investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity plus or minus unamortised positive, or negative, goodwill and minus or plus unrealised intra-group profits or losses.

Group enterprises with negative equity are measured at DKK 0, and any receivables from these enterprises are written down by the Parent's share of such negative equity value if it is deemed irrecoverable. If the negative equity value exceeds the amount receivable, the remaining amount is recognised under provisions if the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to Reserve for net revaluation according to the equity method under equity.

Goodwill is calculated as the difference between cost of the investments and fair value of the assets and liabilities acquired. Goodwill is amortised over its estimated useful life which is normally 5 years, however, in certain cases it may be up to 20 years for strategically acquired enterprises with a strong market position and a long-term earnings profile if the longer amortisation period is considered to give a better reflection of the benefit from the relevant resources.

Investments in group enterprises are written down to the lower of recoverable amount and carrying amount.

Receivables
Receivables are measured at amortised cost, usually equalling nominal value less write-downs for bad and doubtful debts.

Accounting policies

Income tax payable or receivable
Current tax payable or receivable is recognised in the balance sheet, stated as tax calculated on this year's taxable income, adjusted for prepaid tax.

Prepayments
Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash
Cash comprises cash in hand and bank deposits.

Deferred tax
Deferred tax is recognised on all temporary differences between the carrying amount and tax-based value of assets and liabilities, for which the tax-based value of assets is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Deferred tax relating to re-taxation of previously deducted losses of foreign subsidiaries is recognised based on a specific assessment of the purpose of the individual subsidiary.

Other financial liabilities
Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

Cash flow statement
The cash flow statement shows cash flows from operating, investing and financing activities as well as cash and cash equivalents at the beginning and the end of the financial year.

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

Cash flows from investing activities comprise payments in connection with acquisition and divestment of enterprises, activities and fixed asset investments as well as purchase, development, improvement and sale, etc of intangible assets and property, plant and equipment, including acquisition of assets held under finance leases.

Cash flows from financing activities comprise changes in the size or composition of the contributed capital and related costs as well as the raising of loans, inception of finance leases, instalments on interest-bearing debt, purchase of treasury shares, and payment of dividend.

Cash and cash equivalents comprise cash and short-term securities with an insignificant price risk less short-term bank debt.

Income statement for 2014

Parent company 2013 DKK´000	Parent company 2014 DKK		Note	Group 2014 DKK	Group 2013 DKK´000
(1,984)	**(4,221,232)**	**Gross loss**		**(3,254,644)**	**(1,279)**
(5,263)	(6,516,905)	Staff costs	1	(8,835,962)	(7,907)
(2,189)	(2,682,124)	Depreciation, amortisation and impairment losses	2	(2,731,730)	(2,202)
(9,436)	**(13,420,261)**	**Operating profit/(loss)**		**(14,822,336)**	**(11,388)**
(3,331)	(1,935,296)	Income from investments in group enterprises		0	0
409	650,423	Other financial income	3	182,993	8
(412)	(220,331)	Other financial expenses	4	(286,122)	(455)
(12,770)	**(14,925,465)**	**Profit/(loss) from ordinary activities before tax**		**(14,925,465)**	**(11,835)**
3,077	3,043,454	Tax on profit or loss from ordinary activities	5	3,043,454	2,142
(9,693)	**(11,882,011)**	**Profit (loss) for the year**		**(11,882,011)**	**(9,693)**
		Proposed distribution of profit (loss)			
(9,693)	(11,882,011)	Retained earnings		(11,882,011)	(9,693)
(9,693)	**(11,882,011)**			**(11,882,011)**	**(9,693)**

Balance sheet for 2014

Parent company 2013 DKK´000	Parent company 2014 DKK		Note	Group 2014 DKK	Group 2013 DKK´000
5,957	6,326,933	Completed development projects		6,326,933	5,969
242	0	Development rights		0	242
2,769	2,027,200	Development projects in progress		2,027,200	2,769
8,968	**8,354,133**	**Intangible assets**	6	**8,354,133**	**8,980**
79	37,880	Other fixtures and fittings, tools and equipment		37,880	117
0	0	Leasehold improvements		0	0
79	**37,880**	**Property, plant and equipment**	7	**37,880**	**117**
0	0	Investment in group enterprises	8	0	0
0	0	Other receivables		224,855	186
0	**0**	**Fixed asset investments**		**224,855**	**186**
9,047	**8,392,013**	**Fixed assets**		**8,616,868**	**9,283**
3,569	3,011,843	Trade receivables		3,021,441	3,579
585	712,356	Receivables from group enterprises		0	0
696	92,583	Other short-term receivables		185,058	1,056
3,127	3,044,897	Income tax receivable		3,044,897	3,127
464	64,419	Prepayments		104,923	481
8,441	**6,926,098**	**Receivables**		**6,356,319**	**8,243**
8	**9,582**	**Cash**		**534,993**	**201**
8,449	**6,935,680**	**Current assets**		**6,891,312**	**8,444**
17,496	**15,327,693**	**Assets**		**15,508,180**	**17,727**

Balance sheet for 2014

Parent company 2013 DKK´000	Parent company 2014 DKK		Note	Group 2014 DKK	Group 2013 DKK´000
9,480	9,480,000	Contributed capital	9	9,480,000	9,480
2,938	2,055,731	Retained earnings		2,055,731	2,938
12,418	**11,535,731**	**Equity**		**11,535,731**	**12,418**
1,514	1,330,300	Provisions for deferred tax		1,330,300	1,514
1,514	**1,330,300**	**Provisions**		**1,330,300**	**1,514**
549	423,301	Bank loans		423,301	548
1,191	219,584	Trade payables		219,584	1,191
246	207,830	Debt to group enterprises		207,830	246
1,578	1,610,947	Other payables		1,791,434	1,810
3,564	**2,461,662**	**Current liabilities other than provisions**		**2,642,149**	**3,795**
3,564	**2,461,662**	**Liabilities other than provisions**		**2,642,149**	**3,795**
17,496	**15,327,693**	**Equity and liabilities**		**15,508,180**	**17,727**
		Contingent liabilities	11		
		Ownership	12		
		Consolidation	13		

Statement of changes in equity for 2014

Parent Company

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	9,480,000	2,937,742	12,417,742
Group contributions etc	0	11,000,000	11,000,000
Profit (loss) for the year	0	(11,882,011)	(11,882,011)
Equity end of year	**9,480,000**	**2,055,731**	**11,535,731**

Group

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	9,480,000	2,937,742	12,417,742
Group contributions etc	0	11,000,000	11,000,000
Profit (loss) for the year	0	(11,882,011)	(11,882,011)
Equity end of year	**9,480,000**	**2,055,731**	**11,535,731**

Cash flow statement for 2014

	Note	Group 2014 DKK	Group 2013 DKK´000
Operating profit/(loss)		(14,822,336)	(11,388)
Amortisation, depreciation and impairment losses		2,731,730	2,202
Working capital changes	10	776,562	1,560
Cash flow from ordinary operating activities		**(11,314,044)**	**(7,626)**
Financial income received		182,993	8
Financial income paid		(286,122)	(458)
Income tax paid		2,941,476	1,388
Cash flows from operating activities		**(8,475,696)**	**(6,688)**
Acquisition etc of intangible assets		(2,027,200)	(2,769)
Acquisition etc of property, plant and equipment		0	(28)
Acquisition etc. of fixed asset investments		(38,187)	0
Cash flows from investing activities		**(2,065,387)**	**(2,797)**
Repayment of debt to group enterprises		0	(4,358)
Capital increase		11,000,000	14,000
Cash flows from financing activities		**11,000,000**	**9,642**
Increase/decrease in cash and cash equivalents		**458,916**	**157**
Cash and cash equivalents beginning of year		(347,224)	(504)
Cash and cash equivalents end of year		**111,692**	**(347)**

Cash and cash equivalents at year-end are composed of:		
Cash	534,993	201
Short-term debt to banks	(423,301)	(548)
Cash and cash equivalents end of year	**111,692**	**(347)**

Notes

Parent company 2013 DKK´000	Parent company 2014 DKK		Group 2014 DKK	Group 2013 DKK´000
		1. Staff costs		
4,708	5,987,044	Wages and salaries	8,123,874	7,180
371	392,689	Pension costs	392,689	371
88	91,897	Other social security costs	263,159	155
96	45,275	Other staff costs	56,240	201
5,263	**6,516,905**		**8,835,962**	**7,907**
13	**14**	Average number of employees	**18**	**17**
		2. Depreciation, amortisation and impairment losses		
2,148	2,640,800	Amortisation of intangible assets	2,652,954	2,153
41	41,324	Depreciation of property, plant and equipment	78,776	48
2,189	**2,682,124**		**2,731,730**	**2,201**
		3. Other financial income		
0	166,288	Other financial income	182,993	8
409	484,135	Financial income arising from group enterprises	0	0
409	**650,423**		**182,993**	**8**
		4. Other financial expenses		
248	0	Financial expenses from group enterprises	0	248
164	220,331	Other financial expenses	286,122	207
412	**220,331**		**286,122**	**455**
		5. Tax on ordinary profit or loss for the year		
(3,127)	(3,044,897)	Tax on current year taxable income	(3,044,897)	(3,127)
72	(183,900)	Change in deferred tax for the year	(183,900)	1,007
(22)	0	Adjustment concerning previous years	0	(22)
0	185,343	Other taxes	185,343	0
(3,077)	**(3,043,454)**		**(3,043,454)**	**(2,142)**

Notes

6. Intangible assets

	Completed development projects DKK	Development rights DKK	Development projects in progress DKK
Parent Company			
Cost beginning of year	18,124,597	2,900,000	2,768,920
Transfer to and from other items	2,768,920	0	(2,768,920)
Additions	0	0	2,027,200
Disposals	(5,332,250)	0	0
Cost end of year	**15,561,267**	**2,900,000**	**2,027,200**
Amortisation and impairment losses beginning of year	(12,167,450)	(2,658,334)	0
Amortisation for the year	(2,399,134)	(241,666)	0
Amortisation on assets sold	5,332,250	0	0
Amortisation and impairment losses end of year	**(9,234,334)**	**(2,900,000)**	**0**
Carrying amount end of year	**6,326,933**	**0**	**2,027,200**
Group			
Cost beginning of year	18,154,985	2,900,000	2,768,920
Transfer to and from other items	2,768,920	0	(2,768,920)
Additions	0	0	2,027,200
Disposals	(5,332,250)	0	0
Cost end of year	**15,591,655**	**2,900,000**	**2,027,200**
Amortisation and impairment losses beginning of year	(12,185,684)	(2,658,334)	0
Amortisation for the year	(2,411,288)	(241,666)	0
Amortisation on assets sold	5,332,250	0	0
Amortisation and impairment losses end of year	**(9,264,722)**	**(2,900,000)**	**0**
Carrying amount end of year	**6,326,933**	**0**	**2,027,200**

Notes

7. Property, plant and equipment

	Other fix-tures, and fittings, tools and equipment DKK	Leasehold improvements DKK
Parent Company		
Cost beginning of year	382,009	125,653
Cost end of year	**382,009**	**125,653**
Depreciation and impairment losses beginning of the year	(302,805)	(125,653)
Depreciation for the year	(41,324)	0
Depreciation and impairment losses end of the year	**(344,129)**	**(125,653)**
Carrying amount end of year	**37,880**	**0**
Group		
Cost beginning of year	428,708	125,653
Cost end of year	**428,708**	**125,653**
Depreciation and impairment losses beginning of the year	(312,052)	(125,653)
Depreciation for the year	(78,776)	0
Depreciation and impairment losses end of the year	**(390,828)**	**(125,653)**
Carrying amount end of year	**37,880**	**0**

Notes

8. Fixed asset investments

	Investments in group enterprises DKK
Cost beginning of year	812,054
Cost end of year	**812,054**
Impairment losses beginning of year	(812,054)
Exchange rate adjustments	(386,689)
Share of profit/(loss) for the year	(1,935,296)
Other adjustments	2,321,985
Impairment losses end of year	**(812,054)**
Carrying amount end of year	**0**

Investments in group enterprises comprise:

AM3D Japan Ltd, Japan, 100 %

AM3D Korea Ltd, Korea, 100 %

9. Contributed capital

	Number	Par value DKK	Nominal value DKK
Shares	9,480,000	1	9,480,000
	9,480,000		**9,480,000**

	2014 DKK	2013 DKK	2012 DKK	2011 DKK	2010 DKK
Changes in contributed capital					
Contributed capital beginning of year	9,480,000	9,480,000	1,980,000	1,680,000	1,200,000
Increase of capital	0	0	15,000,000	300,000	480,000
Decrease of capital	0	0	(7,500,000)	0	0
Contributed capital end of year	**9,480,000**	**9,480,000**	**9,480,000**	**1,980,000**	**1,680,000**

Notes

Parent company			Group	
2013 DKK´000	2014 DKK		2014 DKK	2013 DKK´000
		10. Change in working capital		
		Increase/decrease in receivables	1,804,440	1,378
		Increase/decrease in trade payables etc	(1,027,878)	182
			776,562	**1,560**

11. Contingent liabilities

Parent Company

The Company has entered into operating lease contracts with an average annual lease payment of DKK 142k. The lease contracts' time to maturity is up to 34 months with a total remaining payment of DKK 290k.

Group

The Company has entered into operating lease contracts with an average annual lease payment of DKK 142k. The lease contracts' time to maturity is up to 34 months with a total remaining payment of DKK 290k.

The Company participates in a Danish joint taxation arrangement in which Aalborg Stiftstidende A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from the financial year 2013 for income taxes etc for the jointly taxed companies.

12. Ownership

The Company has registered the following shareholders to hold more than 5% of the voting share capital or of the nominal value of the share capital:

Nordjyske Kommunikation A/S, Aalborg, Denmark

13. Consolidation

Name and registered office of the Parent preparing consolidated financial statements for the largest group:

Aalborg Stiftstidendes Fond

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:

Nordjyske Kommunikation A/S