

Skruv Erik AB

Management Report

Information about activities

The company started its operations in 1996 and has its head office in Halmstad. Operations include trade with screws and related business as well as the administration of securities. The company has been dormant during the financial year.

Ownership

The company is a wholly owned subsidiary to Erik Olsson & Söner Förvaltnings AB (556225-5207).

Group Structure

The company is a group company within Erik Olsson & Söner Förvaltnings AB which is a wholly-owned subsidiary to British Steel Nederland International BV (80664) with its head office in IJmuiden, Holland. British Steel Nederland International BV is a part of the Tata Steel Group with his head office in India.

From an organisational perspective, Skruv Erik AB is a part of Tata Steel Nordic with its head office in Ebeltoft, Denmark.

Important conditions and key events

No key events have taken place under the financial year or after its expiration.

Multi-Year Comparison

Summary of the company's economic development in KSEK:

	2015/16	2014/15	2013/14	2012/13	2011/12
Net sales		0			
Results after financial items	81	92	49	50	39
Balance sheet total	702	2,843	2,751	2,702	2,652
Equity ratio %	98	99	100	100	100

Key ratio definitions indicated in note 1.

Proposal for appropriation of profits

The following profits are available to the Annual General Meeting:

Profit brought forward		2,706,187
Result for year		-2,141,554
The Board proposes that profits be distributed so that they	SEK	<u>564,633</u>
are carried forward		564,633
	SEK	<u>564,633</u>

The proposed appropriation of profits and group contribution to subsidiary amounting to MSEK 2,223 means that the equity ratio amounts to 98 percent. Based the company's activities, the equity ratio is dormant and satisfactory. It is expected that liquidity in the company can be maintained at the same satisfactory level.

The opinion of the Board is that the established accounts with group contribution will not prevent the company from fulfilling its obligations both in the short and long term, or from implementing necessary investments. Thus, the proposed appropriation of profit can be defended with regard to what is stated in Chapter 3, Sections 2-3 of the Companies Act (Prudence Rule).

Income statement	Note	01.04.2015 - 03.31.2016	01.04.2014 03.31.2015
Net sales			
Administration costs	2	-1,250	
Other operating costs			52
Operating profit	2	-1,250	52
Result after financial items			
Other interest income and similar income statement items	3	82,696	92,438
Total result after financial items		82,696	92,438
Results after financial items		81,446	92,490
Appropriations	4	-2,223,000	
Tax on result for year	5		-17,234
Result for year		-2,141 554	75,256

Balance sheet	Note	31.03.2016	31.03.2015
Assets			
Current assets			
<u>Current receivables</u>			
Receivables from group companies	6	32,859	2,173,208
Other current receivables		8,081	8,036
		40,940	2,181,244
<u>Cash and bank account</u>		660,927	662,177
Total current assets		701,867	2,843,421
Total assets		701,867	2,843,421

Balance sheet	Note	31.03.2016	31.03.2015
Liabilities and equity			
Equity			
	7		
<u>Restricted equity</u>			
Share capital (1,000 shares)		100,000	100,000
Statutory reserve		20,000	20,000
		120,000	120,000
<u>Non-restricted equity</u>			
Surplus brought forward		2,706,187	2,630,931
Result for year		-2,141,554	75,256
		564,633	2,706,187
Total equity		684,633	2,826,187
Current liabilities			
Current tax liabilities		17,234	17,234

Total current liabilities	17,234	17,234
Total liabilities and equity	<u>701,867</u>	<u>2,843,421</u>
Security provided	None	None
Contingent liabilities	None	None

Notes

Note 1 Accounting and valuation principles

Skruv Erik AB's Annual Report and Consolidated Accounts have been established in accordance with the Companies Act and the General Guidelines of Swedish Accounting Standards Board BFNAR 2012:1 Annual Report and Consolidated Accounts (K3). The Accounting Principles are unchanged when compared to those of last year.

Receivables

Receivables are taken up to the amount estimated to be received after an individual assessment.

Income taxes

Current taxes are assessed based on the tax rates and tax rules that apply on the balance sheet date.

Deferred taxes are assessed based on the tax rates and tax rules that are decided before the balance sheet date. Deferred tax liability with respect to temporary differences attributable to investments in subsidiaries is not reported in the consolidated accounts as the parent company can, in all cases, control the time for a reversal of the temporary differences and it is not deemed likely that a reversal will take place within the foreseeable future.

Deferred tax asset with respect to carry-forwards or other future tax deductions are reported to the extent it is likely that the deduction can be offset against future taxable profits.

Receivables and liabilities are reported on a net basis only when there is a legal right to offsetting.

Current tax, as well as a change in deferred tax, are reported in the income statement unless the tax is attributable to an event or a transaction that is reported directly in equity. Tax effects of items that are reported directly against Equity are reported against equity.

Due to the connection between accounting and taxation, the deferred tax liability that is attributable to untaxed reserves is not disclosed.

Key ration definitions

Equity ratio

Equity and untaxed reserves (with deduction for deferred tax) in relation to the balance sheet total.

Note 2 Personnel

The company has not had any employees during the financial year and no remunerations have been paid.

Note 3 Other interest income and similar income statement items

	01.04.2015	01.04.2014
	31.03.2016	03.31.2015
Interest income	45	618
Interest income on group loans		91,820
Total	<u>82,696</u>	<u>92,438</u>

Note 4 Appropriations

	01.04.2015	01.04.2014
	03.31.2016	03.31.2015
Group contributions provided	2,223,000	-
Total	<u>2,223,000</u>	0

Note 5 Tax on result for year

	01.04.2015	01.04.2014
	<u>-31.03.2016</u>	<u>-31.03.2015</u>
Current tax		-17,234
Tax on result for year	0	-17,234
Reported profit before tax	- 2,141,544	92,490
Tax calculated according to applicable tax rate (22%)	471,142	-20,348
Non-booked up tax asset relating to loss	-471,142	3114
Reported tax cost		0 <u>-17,234</u>
Unused tax loss	<u>2,141,554</u>	0

Note 6 Receivables from group companies

	01.04.2015	01.04.2014
	<u>-31.03.2016</u>	<u>03.31.2015</u>
Receivable from Erik Olsson & Söner Förvaltnings AB	31,993	31,993
Receivable from Tata Steel Sweden Byggsystem AB	866	2,141,215
Total	<u>32,859</u>	<u>2,173,208</u>

Note 7 Change in equity

	Share capital	Statutory reserve	Non- restricted equity	Total equity
Opening equity	100,000	20,000	2,706,187	2,826,187
Result for year			-2,141,554	-2,141,554
Closing equity	100,000	20,000	564,633	684,633

The share capital consists of 1,000 class A shares

Halmstad ____06.2016

Willem Faas
Board member

Nilkas Hägerklingt
Chairman

Our audit report was submitted on ____06.2016

Deloitte AB

Harald Jagner
Certified accountant

These accounts are a translated version for information purpose only, the original language version prevails in the event of any discrepancies between the English translation and the original.