

Rotterdam Freight Station B.V.
Rotterdam

Annual Report

For the year ending on 31 December 2017

Report on the annual accounts 2017
Company: Rotterdam Freight Station B.V.
Place: Rotterdam
Date: 18th of May 2018

Rotterdam Freight Station B.V.
Rotterdam

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To: Rotterdam Freight Station B.V.
Nieuwesluisweg 240
3197KV Rotterdam

Introduction

In accordance with the instructions of the directors of the company, we have compiled the financial statements of Rotterdam Freight Station B.V., Rotterdam for the year 2017. The accuracy and completeness of the information, and the financial statements based thereon, are the responsibility of the directors of the company.

Responsibility of the management

In the execution of our work we have based ourselves on the information provided by the management of the company. The responsibility for the correctness and completeness of that data and for the annual accounts based thereon lies with the management of the company.

Scope

We have compiled the financial statements in accordance with generally accepted standards for compilation engagements in the Netherlands. Our procedures were limited primarily to gathering, processing, classifying and summarizing financial information. These procedures do not provide any assurance as to whether the financial statements are free of material misstatement as that provided by an audit or a review by an Accountant.

Confirmation

We have compiled the financial statements in accordance with accounting principles generally accepted in the Netherlands and with the financial reporting requirements as included in Part 9, Book 2 of the Netherlands Civil Code.

Rotterdam, 18th of May, 2018

Tjeerd Administratie en Belastingadvies B.V.


G.T. Sterkenburg, RBc

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Annual Report 2017 - Financial position

Below we provide an analysis of your company's financial position. Note that balance sheet items can fluctuate during the year and the value as of the balance sheet date could deviate considerably from any randomly chosen date in the financial year. (This might have influenced the impact on ratios, had another date been selected).

A summary of the balance sheet as of December 31, 2017 with comparative figures for 2016

	31-12-2017		31-12-2016	
	EUR	%	EUR	%
Assets				
Fixed assets	36.682	7,2%	49.237	16,7%
Short term loans	0	0,0%	0	0,0%
Receivables, prepayments and accrued income	425.066	83,3%	225.338	76,2%
Cash at bank and in hand	48.807	9,6%	21.062	7,1%
	<u>510.555</u>	<u>100%</u>	<u>295.637</u>	<u>100,0%</u>
Equity and liabilities				
Shareholders' equity	12.405	2%	13.867	5%
Long-term liabilities	<u>0</u>	<u>0%</u>	<u>0</u>	<u>0%</u>
Total of long-term liabilities and equity	12.405	2%	13.867	5%
Current liabilities, accruals and deferred income	498.150	98%	281.770	95%
	<u>510.555</u>	<u>100%</u>	<u>295.637</u>	<u>100,0%</u>

Annual Report 2017 - Working capital

On the basis of this summary, a statement of the working capital has been provided. Working capital is defined as all current assets less current liabilities.

	31-12-2017	31-12-2016	Movement
Short term loans	0	0	0
Receivables, prepayments and accrued income	425.066	225.338	199.728
Cash at bank and in hand	48.807	21.062	27.745
Total current assets	<u>473.873</u>	<u>246.400</u>	<u>227.473</u>
Less: Current liabilities, accruals and deferred income	<u>498.150</u>	<u>281.770</u>	<u>216.380</u>
Working capital	<u>-24.277</u>	<u>-35.370</u>	<u>11.093</u>

Rotterdam Freight Station B.V.
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(Financial position)

Annual Report - Solvency

From the solvency – defined as the ratio of the equity divided by the liabilities (and also defined as the ratio of equity divided by the sum of equity and liabilities) – the resilience of the company may be deduced.

The level of solvency depends on the nature of the company. No general principles can be given for this. By means of the ratios presented below insight can be gained into the solvency of the company.

	2017 EUR	2016 EUR
Ratio equity / sum of equity and liabilities	2,43%	4,69%
Ratio equity / liabilities	2,49%	4,92%

Annual Report - Liquidity

From the liquidity – defined as the ratio of current assets divided by current liabilities – it may be deduced to what extent the company can settle its financial liabilities in the short-term.

By means of the ratios presented below, insight can be gained into the liquidity of the company.

	2017 EUR	2016 EUR
Annual Report - Quick ratio:		
Ratio receivables, securities and cash / current liabilities	0,95	0,87
Annual Report - Current ratio:		
Ratio current assets / current liabilities	0,95	0,87

Employees

On December 31, 2017 the Company employs 17 staff (2016: 19).

Fiscal position

Fiscal unity

The company has joined a fiscal unity with her sister company Ecu Worldwide (Netherlands) B.V. as per 1st of January 2017.

Tax losses available for set-off

Before 1st of January 2017
Year 2016

EUR
60.882

Since 1st of January 2017
Fiscal unity losses available for set-off
Year 2017

382.200

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Balance sheet as of December 31, 2017, with comparative figures for 2016

	Note	<u>2017</u>	<u>2016</u>
		EUR	EUR
Assets			
Fixed assets			
Intangible fixed assets	1	0	250
Tangible fixed assets other	2	<u>36.682</u>	<u>48.987</u>
Total fixed assets		36.682	49.237
Current assets			
Short term loans	3	0	0
Receivables, prepayments and accrued income	4	425.066	225.338
Cash at bank and in hand	5	<u>48.807</u>	<u>21.062</u>
Total current assets		473.873	246.400
Total		<u>510.555</u>	<u>295.637</u>
Equity and liabilities			
Shareholders' equity			
Registered capital	6	18.000	18.000
Capital reserves		0	0
Revenues reserves and result previous years		-4.133	63.154
Net profit/loss for the year		<u>-1.462</u>	<u>-67.287</u>
Total equity		12.405	13.867
Long-term liabilities	7	0	0
Short term liabilities			
Liabilities loans short term	8	65.000	0
Accounts payable for deliveries and services	9	281.432	119.677
Other accounts payable	10	<u>151.718</u>	<u>162.093</u>
Total short term liabilities		498.150	281.770
Total		<u>510.555</u>	<u>295.637</u>

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Profit and loss account 2017, with comparative figures for 2016

		2017	2016
		EUR	EUR
Net-turnover		4.304.958	2.661.828
Cost of sales		-2.641.521	-1.119.653
Gross margin	14	1.663.437	1.542.175
Wages, salaries and social security	15	875.984	851.131
Amortisation/depreciation of intangible/tangible fixed assets	16	16.700	16.336
Impairment in value of current assets	17	-25	6.461
Other operating expenses	18	771.325	734.226
Total expenses		1.663.984	1.608.154
Operating result		-547	-65.979
Financial income and expense	19	915	4.403
Extraordinary result	20	0	0
Result on ordinary activities before taxation		-1.462	-70.382
Taxation on result of ordinary activities	21	0	-3.095
Result on ordinary activities after taxation		-1.462	-67.287
Extraordinary result after taxation		0	0
Result after taxation		-1.462	-67.287

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General notes and principles

Activities

The activities of Rotterdam Freight Station B.V., having its legal seat at Rotterdam, primarily consist of:
Storage of cargoes and national and international forwarding including sea-, air- and trucktransport, courier services, custom clearance and all other logistical services.

Group structure

The company is part of a group, the mother company of Rotterdam Freight Station B.V. is Ecu Global Services at Antwerpen, Belgium which is for 100% shareholder.

General accounting principles for the preparation of the financial statements

The financial statements have been prepared in accordance with generally accepted accounting standards in the Netherlands

Valuation of assets and liabilities and determination of the result takes place under the historical cost convention. Unless presented otherwise, the relevant principle for the specific balance sheet item, assets and liabilities are presented at face value.

Income and expenses are accounted for on accrual basis. Profit is only included when realized on balance sheet date. Losses originating before the end of the financial year are taken into account if they have become known before preparation of the financial statements.

Conversion of foreign currency

Receivables, liabilities and obligations denominated in foreign currency are converted at the exchange rates prevailing at balance sheet date.

Transactions in foreign currency during the financial year are recognised in the financial statements at the exchange rates prevailing at transaction date. The exchange differences resulting from the conversion as of balance sheet date, taking into account possible hedge transactions, are recorded in the profit and loss account.

Principles of valuation of assets and liabilities

Intangible fixed assets

Intangible fixed assets are presented at cost less accumulated depreciation. Depreciation is based on the estimated useful life and calculated as a fixed percentage of cost, taking into account any residual value. Depreciation is provided from the date an intangible asset comes into use.

Tangible fixed assets

Tangible fixed assets are presented at cost less accumulated depreciation and, if applicable, less impairments in value. Depreciation is based on the estimated useful life and calculated as a fixed percentage of cost, taking into account any residual value. Depreciation is provided from the date an asset comes into use. Land is not depreciated.

Receivables

Receivables are included at face value, less any provision for doubtful accounts. These provisions are determined by individual assessment of the receivables.

Liabilities

These are recorded at face value.

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Principles for the determination of the result

Revenues from services are recognised in proportion to the services rendered. The cost price of these services is allocated to the same period.

Net turnover

The gross operating result consists of the net turnover, other operating income and consumables and the cost of subcontracted work and other external charges. Net turnover represents amounts invoiced for goods and services supplied during the financial year under report, net of discounts and value added taxes.

Cost of sale

The cost of sale contains all direct cost of the net turnover.

Taxation

Corporate income tax is calculated at the applicable rate on the result for the financial year, taking into account permanent differences between profit calculated according to the financial statements and profit calculated for taxation purposes.

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Notes to the balance sheet of December 31, 2017, with comparative figures for 2016

1) Intangible fixed assets

The movement is as follows:

	2017	2016
At cost 1th of January	5.000	5.000
Investments	0	0
Desinvestment	0	0
At cost 31th of December	5.000	5.000
Depreciation till 1th of January	-4.750	-4.250
Depreciation for this year	-250	-500
Depreciation desinvestment	0	0
Bookvalue end of year	0	250

2) Tangible fixed assets

The movement is as follows:

	2017	2016
At cost 1th of January	123.519	94.435
Investments	4.145	29.084
Desinvestment	0	0
At cost 31th of December	127.664	123.519
Depreciation till 1th of January	-74.532	-58.696
Depreciation for this year	-16.450	-15.836
Depreciation desinvestment	0	0
Value end of year	36.682	48.987

3) Short term loans

There are no short term loans on balance sheet date.

4) Receivables, prepayments and accrued income

Of the total amount of receivables an amount of EUR 0,00 has a remaining term over 1 year. The specification is as follows:

	2017	2016
Accounts receivable for deliveries and services	370.093	180.682
Allowance for doubtful accounts third	-5.933	-7.341
	364.160	173.341
Taxes and social security	0	11.755
Receivable VAT	23.626	40.242
Accrued Income and deferred charges	27.451	0
Other receivables	9.829	0
Total	425.066	225.338

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(Notes to the balance sheet of December 31, 2017, with comparative figures for 2016)

5) Cash at bank and in hand

The movement is as follows:

	2017	2016
Petty cash	0	222
Rabobank EUR	48.647	20.840
Rabobank USD	160	0
	48.807	21.062

6) Shareholders equity

Registered capital

The registered share capital of the company is EUR 18.000,- of which EUR 18.000,- have been issued and paid up. There are no preferred or priority shares. The shares are nominaal EUR 10,- each.

Capital reserves

No payments were made by the shareholders to raise the capital reserves.

Revenues reserves and result previous years

This is the accumulated loss and/or profit of the company of previous years.

Net profit/loss for the year

This is the net profit or loss of the company for the year 2017 with comparative numbers for 2016.

7) Long-term liabilities

There are no long-term liabilities on balance sheet date.

8) Liabilities loans short term

	2017	2016
Current account Ecu Worldwide (Netherlands) B.V.	65.000	0

9) Accounts payable for deliveries and services

	2017	2016
Accounts payable for deliveries and services	281.432	119.677

10) Other accounts payable

	2017	2016
Accrued expenses operational	41.951	0
Reservation holiday allowance	14.936	22.412
Reservation days off staff	5.535	18.162
Payable income taxes and social charges	17.003	15.340
Payable pension contribution	3.434	0
Payable wages	1.084	0
Accrued expenses indirect cost	47.151	102.716
Other payable	20.624	3.463
Total	151.718	162.093

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(Notes to the balance sheet of December 31, 2017, with comparative figures for 2016)

Contingent assets and liabilities

11) Income tax

The company is part of a fiscal unity as per 1st of January 2017. The fiscal unity has a negative taxable income in 2017. No deferred tax asset is recorded.

12) Other obligations

The amounts due in respect of non-cancellable operating leases are payable as follows:

Operating lease cars and warehouse material

Less than one year	140.743	163.181
Between one and five years	337.575	178.118
More as five years	39.690	0
Total	518.008	341.299

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Notes to the profit & loss account 2017 with comparative figures for 2016

	2017		2016	
	EUR	EUR	EUR	EUR
14) Gross margin				
Net turnover	-4.304.958		-2.661.828	
Cost of sales	<u>2.641.521</u>		<u>1.119.653</u>	
Total		-1.663.437		-1.542.175
Margin in percentage		38,6%		57,9%
15) Wages, salaries and social security				
Wages	390.004		497.699	
Holiday/vacation payment	40.964		-3.650	
Social security charges	65.025		100.757	
Contribution towards pension	15.249		16.766	
Temporary workers	24.621		78.104	
Travelling expenses employees	27.813		30.927	
Insurance	19.390		25.237	
Severance payments	0		42.500	
Recharged salaries cost inter group	281.945		36.000	
Other staff expenses	<u>10.973</u>		<u>26.791</u>	
Total		875.984		851.131
16) Amortisation/depreciation				
Depreciation impairment fixed assets	250		500	
Depreciation other fixed assets	<u>16.450</u>		<u>15.836</u>	
Total		16.700		16.336
17) Impairment in value of current assets				
Bad debts	<u>-25</u>		<u>6.461</u>	
Total		-25		6.461
18) Other operating expenses				
Housing expenses	464.626		463.733	
Car and transport expenses	226.256		204.213	
Selling expenses	1.113		1.890	
Office expenses	<u>79.330</u>		<u>64.390</u>	
Total		771.325		734.226
Housing expenses				
Rent warehouse	389.925		389.925	
Services cost and maintenance	27.758		23.731	
Cleaning	7.647		7.042	
Taxes	7.379		7.380	
Other housing expenses	<u>31.917</u>		<u>35.655</u>	
Total		464.626		463.733

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Notes to the profit & loss account 2017 with comparative figures for 2016

	2017		2016	
	EUR	EUR	EUR	EUR
18) Other operating expenses (contd.)				
Car and transport expenses				
Lease staff cars	23.519		0	
Fuel staff cars	7.116		0	
Lease warehouse equipment	158.575		163.181	
Fuel warehouse equipment	36.968		41.032	
Other car and transport expenses	78		0	
Total		226.256		204.213
Selling expenses				
Advertising and promotion	0		1.890	
Representation expenses	1.113		0	
Other selling expenses	0		0	
		1.113		1.890
Office expenses				
Telephone and data lines	5.248		1.516	
Postage expenses	2.875			
Office supplies	5.783		5.345	
Printed	2.939		3.619	
Accountant charges	10.791		6.000	
Legal advisors	3.207		5.060	
IT licences	26.264		24.868	
Collecting agency	44		0	
Other advisors	2.950		0	
Contribution and subscription	4.621		4.061	
Insurance	13.766		13.443	
Other office expenses	842		478	
Total		79.330		64.390
19) Financial income and expense				
Interest revenues	0		0	
Interest cost group	0		3.852	
Exchange differences	0		0	
Financial expenses bank	915		551	
Other	0		0	
Total		915		4.403
20) Extraordinary result				
Loss on disposal/sale fixed assets	0		0	
Other extraordinary income/expenses	0		0	
		0		0
21) Taxation				
Corporate taxes	0		-3.095	
		0		-3.095

Reclassifications:

The yearend report 2017 has been made for first time by Tjeerd Administratie en Belastingadvies B.V., with the takeover for the first year below item have been reclassified in the report:

- 1). Reclassification Other receivables 2016 for EUR -102.716 to Other amounts payable.
 - 2). Reclassification 2016 Lease and fuel warehouse equipment from cost of sales to transport equipment.
 - 3). Difference in profit and loss previous years (equity) in the yearend report 2016 of EUR 704,- has been adjusted in 2017.
- Original result 2017 is EUR 2.166,- negative after this correction from previous years the reported result 2017 is EUR 1.462,- negative. With this adjustment the equity is again in line on 31th of December 2017 at EUR 12.405,-.

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Other information

Audit

The company has utilized the exemption from an audit by virtue of article 2:396, paragraph 6 of the Netherlands Civil Code.

Statutory rules concerning appropriation of result

In the company statutory regulations state the following: Distributions may be made only if the equity is more than the paid-up and redeemed part of the issued capital and reserves, increased with legal reserves.

Proposed appropriation of result for the financial year 2017

The board of directors proposes that the loss for the financial year 2017 amounting to € 1.462,- (2016: € 67.287,- loss) should be reduced from the reserve. The reserve as per 31st of December 2017 will be negative € 5.595,-.

The financial statements do not reflect this proposal.

Signing of the financial statements

Rotterdam, 18th of May, 2018


Mohamedhusein, Saleem Mohamed Nazir


A. Vrijenhoek