

**Lakeside Network
Investments Holding B.V.
Amsterdam
Annual Accounts
December 31, 2015**

Lakeside Network Investments Holding B.V.
Amsterdam
December 31, 2015

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(expressed in EUR)

Lakeside Network Investments Holding B.V.
Amsterdam
Balance Sheet as at December 31, 2015
(before appropriation of results)

	Notes	12/31/2015	12/31/2014
ASSETS			
Fixed Assets			
Financial fixed assets	4.1	2,014,500	2,014,500
Current Assets			
Receivables	4.2	-	35,000
Cash and cash equivalents		986	166,885
		<u>986</u>	<u>201,885</u>
TOTAL ASSETS		<u>2,015,486</u>	<u>2,216,385</u>
SHAREHOLDER'S EQUITY AND LIABILITIES			
Shareholder's Equity			
Issued and fully paid share capital	4.3	18,000	18,000
Share Premium		1,984,000	1,984,000
Retained earnings		114,977	167,757
Net result for the year		<u>(141,828)</u>	<u>(52,780)</u>
		<u>1,975,149</u>	<u>2,116,977</u>
Current Liabilities	4.4	40,337	99,408
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		<u>2,015,486</u>	<u>2,216,385</u>

(expressed in EUR)

Lakeside Network Investments Holding B.V.
Amsterdam
Profit and Loss Account for the year ended December 31, 2015

	<i>Notes</i>	<i>12/31/2015</i>	<i>12/31/2014</i>
<u>Operational Income/(Expense)</u>			
General and administrative expenses	5.1	(42,543)	(62,285)
		<u>(42,543)</u>	<u>(62,285)</u>
<u>Financial Income/(Expense)</u>			
Loan interest income		-	13,125
Loan interest expenses		(14,285)	-
Write off intercompany advances		(85,000)	-
Bank interest		-	128
		<u>(99,285)</u>	<u>13,253</u>
Result before provision for corporate tax		<u>(141,828)</u>	<u>(49,032)</u>
Corporate income tax	5.2	-	(3,748)
NET RESULT FOR THE YEAR		<u>(141,828)</u>	<u>(52,780)</u>

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1 General

The Company, incorporated on July 14, 2011, is a limited liability company with its statutory seat in Amsterdam, the Netherlands. On November 24, 2010, the name of the Company was changed from Maleita B.V. to Lakeside Network Investments Holding B.V.. The financial statements of the Company were prepared on April 15th, 2016.

The Company is wholly owned by Lakeside Network Investments S à r l

The principal activity of the Company is the holding and financing of group companies

Going concern

The management of the Company has prepared the annual accounts on the going concern basis. Stand alone, the Company has a lack of liquidity and ability to meet its current liabilities. Consequently, the going concern of the activities of the Company depends on support from group companies for the funding of operational expenses. This has been provided by means of a promissory note.

On March 31, 2016, the Company and its indirect subsidiary, Elenia Oy, entered into promissory note agreement for the amount of EUR 500,000. As per agreement, the Company can draw from the promissory note within 5 years after the date of the agreement. The granted funding will enable the Company to continue its operating activities and to meet its financial obligations as they arise.

As a result the Company is able to meet its liabilities and operating expense funding for at least one year after sign off of these financial statements. As such, the financial statements have been prepared on a going concern basis.

Consolidation

The Company applies the exemption for consolidation under Article 408, Book 2 of the Dutch Civil Code. A copy of the consolidated financial statements of the Company's parent, Lakeside Network Investments S à r l, will be filed with the Chamber of Commerce together with the standalone financials of the Company.

Use of estimates

In applying the accounting policies and guidelines for preparing the financial statements, management makes a range of estimates and judgments that might be essential for the amounts disclosed in the financial statements. If necessary for the purposes of providing the view required under Section 362(1), Book 2, of the Dutch Civil Code, the nature of these estimates and judgments, including the related assumptions, is disclosed in the notes to the Financial Statement items in question. Actual amounts may differ from these estimates.

Comparison with previous year

The accounting policies have been consistently applied to all the years presented.

2 Accounting policies for the balance sheets

The accompanying Financial Statements have been prepared in accordance with the statutory provisions of Part 9, Book 2, of the Netherlands Civil Code and the firm pronouncements in the Guidelines for Annual Reporting in the Netherlands as issued by the Dutch Accounting Standards Board, taking into account the exemptions offered by the Dutch Accounting Standards Board.

In general, assets and liabilities are stated at the amounts at which they were incurred or current value. If not specifically stated otherwise, they are recognized at the amounts at which they were acquired or incurred. The balance sheet and income statement include references to the notes.

Mergers and acquisitions

Mergers and acquisitions are recognized in the financial statement according to carry-over accounting method. In the case of a transaction under common control, the carry-over accounting method is applied. This means that the transaction is stated at the carrying amount in the financial statements for the financial year, in line with the amount included in the financial statements of the parent, as if the merger had been effective as from the beginning of the financial year. The comparative figures are not restated.

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Participations

Participating interests over whose financial and operating activities the Company exercises significant influence are valued using the cost method taking into account permanent impairment losses.

The Company assesses at each balance sheet date whether a financial asset is impaired. If there is objective evidence of a permanent impairment, the amount of the impairment loss is determined and recognized in the income statement for financial assets carried at cost.

If the value of the participating interest under the cost method has become nil, this method is no longer applied, with the participating interest being valued at nil, if the circumstances are unchanged. In connection with this, any long-term interests that, in substance, form part of the investor's net investment in the participating interest, are included. An accrual is recorded if and to the extent the Company stands surety for all or part of the debts of the participating interest or if it has a constructive obligation to enable the participating interest to repay its debts.

Loans receivable

Receivables disclosed under financial assets are recognized initially at fair value of the amount owed, which normally consists of its face value, net of any provisions considered necessary. These receivables are subsequently measured at amortised cost.

Receivables

Receivables are valued at face value less a provision for possible uncollectible accounts.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, bank balances and deposits held at call with maturities of less than 12 months. Bank overdrafts, if any, are shown within borrowings in current liabilities on the balance sheet. Cash and cash equivalents are stated at face value. Cash is at the free and unrestricted disposal of the Company.

Equity

Direct changes in equity are recognised net of the relevant income tax effects.

Non-current liabilities

Borrowings are initially recognised at fair value, net of transaction costs incurred.

Any difference between the proceeds (net of transaction costs) and the redemption value is recognised as interest in the income statement over the period of the borrowings using the effective interest method.

3 Accounting policies for the income statement

General

Profit or loss is determined as the difference between the rental income from investment property and the costs and other charges for the year. Revenues on transactions are recognised in the year in which they are realised.

Other expenses

Other expenses comprise costs chargeable to the year that are not directly attributable to the cost of the goods sold.

Financial income and expenses

Interest paid and received is recognised on a time-weighted basis, taking account of the effective interest rate of the assets and liabilities concerned. When recognising interest paid, allowance is made for transaction costs on loans received as part of the calculation of effective interest.

Taxation

Income tax is calculated on the profit/loss before tax in the income statement, taking into account any losses carried forward from previous financial years (where not included in deferred income tax assets) and tax-exempt items, and plus non-deductible expenses. Account is also taken of changes in deferred income tax assets and liabilities owing to changes in the applicable tax rates.

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4 Notes to the Balance Sheet

4.1 Financial fixed assets	12/31/2015	12/31/2014
Participations	2,014,500	2,014,500
	<u>2,014,500</u>	<u>2,049,500</u>

Participations

On November 22, 2013 the Company acquired Elenia Holdings S à r l and became the owner of 1,250,000 shares, representing 100% of the shares of the Elenia Holdings S à r l. At balance sheet date the Company is the owner of 90% of the shares of Elenia Holdings S à r l, following an issue shares by Elenia Holdings S à r l to another group entity.

4.2 Receivables	12/31/2015	12/31/2014
Intercompany receivable from Elenia Holdings S à r l.	-	35,000
	<u>-</u>	<u>35,000</u>

The board of the directors of the Company believe that the intercompany advance of EUR 35,000 given in 2013 and the interest free loan of EUR 50,000 granted to Elenia Holdings S à r l on February 13, 2015 are not going to be repaid to the Company. As such, the intercompany advance and the interest free loan have been written off as at December 31, 2015.

4.3 Shareholders' equity

The authorized share capital of the Company amounts to EUR 90,000 divided into shares A 6,300,000 and shares B 2,700,000 of EUR 0.01 each. At balance sheet date a total of 1,800,000 of shares A were issued and fully paid up.

Movements in the shareholder's equity accounts are as follows

	12/31/2014	Changes for the Year	12/31/2015
Issued and fully paid share capital	18,000	-	18,000
Share Premium	1,984,000	-	1,984,000
Retained earnings	467,757	(52,780)	414,977
Dividend distribution	(300,000)	-	(300,000)
Net result prior year	(52,780)	52,780	-
Net result for the year	-	(141,828)	(141,828)
	<u>2,116,977</u>	<u>(141,828)</u>	<u>1,975,149</u>

4.4 Current liabilities	12/31/2015	12/31/2014
Intercompany payable to Lakeside Network Investments S à r l.	14,285	-
Accounts payable	8,852	14,209
Accrued audit fees	10,200	10,000
Accrued tax advisory fees	7,000	3,500
CIT payables	-	71,699
	<u>40,337</u>	<u>99,408</u>

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4.5 Commitments and contingencies

During 2014 and 2015 the Company's indirect subsidiary, Elenia Oy, has refinanced its existing debt facilities with the combination of bond debt, private placements and new bank debt. The bond issuer is a Finnish subsidiary of Elenia Oy, called Elenia Finance Oyj. The Company in the issuance of the Bonds is acting as a co-guarantor together with other group companies. The Company together with other guarantors has each guaranteed the payments of all amounts due in respect of the Bonds pursuant to guarantees which are secured over the property of each of the guarantors.

In connection to the Bonds issuance, all current and future assets of the Company such as bank account held in Nordea Bank Finland Plc have been pledged as per the security agreement, dated December 17, 2013. According to the security agreement, dated December 17, 2013, the shares of Elenia Holdings S a r l have been pledged to Citicorp Trustee Company Limited. According to the security agreement, dated December 17, 2013, the shares of the Company's indirect subsidiary Elenia Oy have been pledged to Citicorp Trustee Company Limited.

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5 Notes to the Profit and Loss Account

5.1 General and administrative expenses	12/31/2015	12/31/2014
Management and accounting fees	26,441	57,653
Audit fees	12,542	12,584
Tax advisory fees	3,500	(8,116)
Bank charges	60	140
General expenses	-	24
	<u>42,543</u>	<u>62,285</u>

5.2 Corporate income tax	12/31/2015	12/31/2014
Corporate income tax expense for 2013	-	(3,748)
	<u>-</u>	<u>(3,748)</u>

6 Directors and employees

The Company has no employees
The Company has three directors. No loans or advances have been given to or received from the director
The Company has no supervisory directors

Signed by the Board of Directors

Amsterdam

April 15, 2016


M. M. Furth


D. C. Kulk


Tim
Trust International Management (T I M) B V.

Lakeside Network Investments Holding B.V.
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Supplementary Information
December 31, 2015

1 Proposed Appropriation of Results

Subject to the provision under Dutch law no dividends can be declared until all losses have been recovered. Profits are at the disposal of the Annual General Meeting of Shareholders in accordance with the Company's Articles of Incorporation.

2 Post Balance Sheet Events

On March 31, 2016, the Company and its indirect subsidiary, Elenia Oy, entered into promissory note agreement for the amount of EUR 500,000. The granted funding will be used to finance the Company's operational expenses and to finance the shareholder of the Company, Lakeside Network Investments S.à.r.l..

Except for the above, no other matters or circumstances of importance have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

3 Independent Auditors' Report

Reference is made to the independent auditors' report as included hereinafter.



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Independent auditor's report

To: general meeting of shareholders of Lakeside Network Investments Holding B.V.

Report on the financial statements

We have audited the accompanying financial statements 2015 of Lakeside Network Investments Holding B.V., Amsterdam, which comprise the balance sheet as at December 31, 2015, the profit and loss account for the year then ended and the notes, comprising a summary of the accounting policies and other explanatory information.

Management's responsibility

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Part 9 of Book 2 of the Dutch Civil Code. Furthermore management is responsible for such internal control as it determines is necessary to enable the preparation of the 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 these financial statements based on our audit. We conducted our audit in accordance with Dutch law, including the Dutch Standards on Auditing. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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, 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 with respect to the financial statements

In our opinion, the financial statements give a true and fair view of the financial position of Lakeside Network Investments Holding B.V. as at December 31, 2015 and of its result for the year then ended in accordance with Part 9 of Book 2 of the Dutch Civil Code.



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Report on other legal and regulatory requirements

Pursuant to the legal requirement under Section 2:393 sub 5 at e of the Dutch Civil Code, we have no deficiencies to report as a result of our examination whether the information as required under Section 2:392 sub 1 b - h has been annexed.

Zwolle, 15 April 2016

Ernst & Young Accountants LLP

A handwritten signature in black ink, appearing to be 'M. Rooks', written over the company name.

M. Rooks