

**Lakeside Network
Investments Holding B.V.
Amsterdam
Annual Accounts
December 31, 2016**

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Amsterdam
December 31, 2016

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Lakeside Network Investments Holding B.V.
Amsterdam
Balance Sheet as at December 31, 2016
(before appropriation of results)

	<i>Notes</i>	<i>12/31/2016</i>	<i>12/31/2015</i>
ASSETS			
Fixed Assets			
Financial fixed assets	4.1	2,049,500	2,014,500
Current Assets			
Cash and cash equivalents		61,630	986
		<u>61,630</u>	<u>986</u>
TOTAL ASSETS		<u>2,111,130</u>	<u>2,015,486</u>
SHAREHOLDER'S EQUITY AND LIABILITIES			
Shareholder's Equity			
Issued and fully paid share capital	4.2	18,000	18,000
Share Premium		1,800,000	1,984,000
Accumulated losses / Retained earnings		(26,851)	114,977
Net result for the year		<u>(46,496)</u>	<u>(141,828)</u>
		<u>1,744,653</u>	<u>1,975,149</u>
Non-current Liabilities	4.3	320,739	-
Current Liabilities	4.4	45,738	40,337
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		<u>2,111,130</u>	<u>2,015,486</u>

Lakeside Network Investments Holding B.V.
Amsterdam
Profit and Loss Account for the year ended December 31, 2016

	<i>Notes</i>	<i>12/31/2016</i>	<i>12/31/2015</i>
<u>Operational Income/(Expense)</u>			
General and administrative expenses	5.1	<u>(92,042)</u>	<u>(42,543)</u>
		(92,042)	(42,543)
<u>Financial Income/(Expense)</u>			
Loan interest expenses		(3,739)	(14,285)
Reversal / (Write off) of intercompany advances		35,000	(85,000)
Reversal of loan interest expense - prior year		<u>14,285</u>	<u>-</u>
		45,546	(99,285)
Result before provision for corporate tax		<u>(46,496)</u>	<u>(141,828)</u>
Corporate income tax		-	-
NET RESULT FOR THE YEAR		<u>(46,496)</u>	<u>(141,828)</u>

Lakeside Network Investments Holding B.V.
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Notes to the Annual Accounts
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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.

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.

On January 26, 2017, Lakeside Network Investments S.à r.l., as sole shareholder of the Company, issued a letter of comfort in favour of the Company, stating its intention to guarantee compliance by the Company with all liabilities, obligations and commitments of the Company in the event of any shortage of funds.

The undertaking is valid for a period of twelve (12) months from the date of approval of the annual accounts of the Company.

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.

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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.

The financial statements were prepared on March 2, 2017.

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.

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 makes use of the valuation exception in Article 389.9, Part 9, Book 2 of the Netherlands Civil Code as it applies the consolidation exemption in Article 408, Part 9, Book 2 of the Netherlands Civil Code.

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.

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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	12/31/2016	12/31/2015
Participations	2,049,500	2,014,500
	<u>2,049,500</u>	<u>2,014,500</u>

Movement in participations are as follows:

	12/31/2016	12/31/2015
Opening balance	2,014,500	2,014,500
Share premium contribution	35,000	-
Closing balance	<u>2,049,500</u>	<u>2,014,500</u>

4.2 Shareholders' equity

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

Movements in the shareholder's equity accounts are as follows:

	12/31/2015	Changes for the Year	12/31/2016
Issued and fully paid share capital	18,000	-	18,000
Share Premium	1,984,000	(184,000)	1,800,000
Retained earnings	114,977	(141,828)	(26,851)
Net result prior year	(141,828)	141,828	-
Net result for the year	-	(46,496)	(46,496)
	<u>1,975,149</u>	<u>(230,496)</u>	<u>1,744,653</u>

4.3 Non-current liabilities

4.3.1 Promissory note issued by Group Company

Description	12/31/2016	12/31/2015
Elenia Oy	317,000	-

This subordinated promissory note bears interest at the rate of EURIBOR twelve (12) months + 2% per annum. This loan amount, including accrued interest, is repayable in full on March 31, 2021.

The amount available for draw down under the promissory note amounts to EUR 183,000.

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Notes to the Annual Accounts
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4.4 Current liabilities	<i>12/31/2016</i>	<i>12/31/2015</i>
Accounts payable	16,608	8,852
Accrued audit fees	18,876	10,200
Accrued tax advisory fees	10,254	7,000
Intercompany payable to Lakeside Network Investments S.à.r.l.	-	14,285
	<u>45,738</u>	<u>40,337</u>

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 Oy. 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.

During 2016, Elenia Finance Oy, issued further bonds in terms of the existing debt facility.

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.à.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.

The company has signed a letter of comfort in favour of Elenia Holdings S.à.r.l., as majority shareholder, stating its intention to make available the necessary resources to Elenia Holdings S.à.r.l., as to enable it to continue its normal operating activities and to meet its financial obligations as it arise. The letter of comfort is valid for a period of twelve (12) months from the date of approval of the annual accounts of the Company.

This letter of comfort is supported by a letter of comfort issued to the Company by Lakeside Network Investments S.à.r.l., as sole shareholder of the Company, which is valid for a period of twelve (12) months from the date of approval of the annual accounts of the Company.

5 Notes to the Profit and Loss

5.1 General and administrative Expenses

	<i>12/31/2016</i>	<i>12/31/2015</i>
Audit fees	40,354	12,542
Bank charges	3,047	60
Management and accounting	40,901	26,441
Tax advisory fees	7,740	3,500
	<u>92,042</u>	<u>42,543</u>

Lakeside Network Investments Holding B.V.
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6 Other information

Employees

The Company had no employees during the year (2015: nil).

Directors

The Company had three directors during the year (2015: nil) and no supervisory directors (2015: nil).

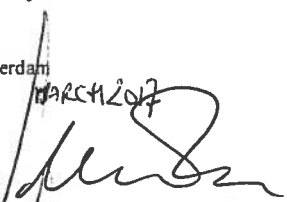
Other

No loans, remuneration or advances have been given to or received from the directors.

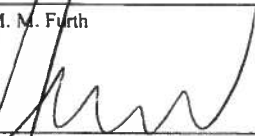
Signed by the Board of Directors:

Amsterdam


Date: MARCH 2017



M. M. Furth



D. C. Kulk



Trust International Management (F.I.M.) B.V.

Lakeside Network Investments Holding B.V.
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Supplementary Information
December 31, 2016

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.

Management proposed not to declare a dividend and to add the net result for the year to the retained earnings. This proposal has not been reflected in the accompanying annual accounts.

2 Post Balance Sheet Events

No 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.

Independent auditor's report

To: the General Meeting of Shareholders of Lakeside Network Investments Holding B.V.

Report on the audit of the financial statements 2016 included in the annual report

Our opinion

We have audited the financial statements 2016 of Lakeside Network Investments Holding B.V., based in Amsterdam.

In our opinion the accompanying financial statements give a true and fair view of the financial position of Lakeside Network Investments Holding B.V. as at 31 December 2016, and of its result for 2016 in accordance with Part 9 of Book 2 of the Dutch Civil Code.

The financial statements comprise:

- ▶ The balance sheet as at 31 December 2016
- ▶ The profit and loss account for 2016
- ▶ The notes comprising a summary of the accounting policies and other explanatory information

Basis for our opinion

We conducted our audit in accordance with Dutch law, including the Dutch Standards on Auditing. Our responsibilities under those standards are further described in the "Our responsibilities for the audit of the financial statements" section of our report.

We are independent of Lakeside Network Investments Holding B.V. in accordance with the Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten (ViO, Code of Ethics for Professional Accountants, a regulation with respect to independence) and other relevant independence regulations in the Netherlands. Furthermore we have complied with the Verordening gedrags- en beroepsregels accountants (VGBA, Dutch Code of Ethics).

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

Report on other information included in the annual report

In addition to the financial statements and our auditor's report thereon, the annual report contains other information that consists of:

- ▶ Other information pursuant to Part 9 of Book 2 of the Dutch Civil Code

Based on the following procedures performed, we conclude that the other information:

- ▶ Is consistent with the financial statements and does not contain material misstatements
- ▶ Contains the information as required by Part 9 of Book 2 of the Dutch Civil Code

We have read the other information. Based on our knowledge and understanding obtained through our audit of the financial statements or otherwise, we have considered whether the other information contains material misstatements. By performing these procedures, we comply with the requirements of Part 9 of Book 2 of the Dutch Civil Code and the Dutch Standard 720. The scope of the procedures performed is less than the scope of those performed in our audit of the financial statements.

Management is responsible for the preparation of the other information pursuant to Part 9 of Book 2 of the Dutch Civil Code.

Description of responsibilities for the financial statements

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Part 9 of Book 2 of the Dutch Civil Code. Furthermore, management is responsible for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

As part of the preparation of the financial statements, management is responsible for assessing the company's ability to continue as a going concern. Based on the financial reporting framework mentioned, management should prepare the financial statements using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so. Management should disclose events and circumstances that may cast significant doubt on the company's ability to continue as a going concern in the financial statements.

Our responsibilities for the audit of the financial statements

Our objective is to plan and perform the audit assignment in a manner that allows us to obtain sufficient and appropriate audit evidence for our opinion.

Our audit has been performed with a high, but not absolute, level of assurance, which means we may not have detected all material errors and fraud.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. The materiality affects the nature, timing and extent of our audit procedures and the evaluation of the effect of identified misstatements on our opinion.

We have exercised professional judgment and have maintained professional skepticism throughout the audit, in accordance with Dutch Standards on Auditing, ethical requirements and independence requirements. Our audit included e.g.,:

- ▶ Identifying and assessing the risks of material misstatement of the financial statements, whether due to fraud or error, designing and performing audit procedures responsive to those risks, and obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- ▶ Obtaining an understanding of internal control relevant to the audit 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 company's internal control

- ▶ Evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management
- ▶ Concluding on the appropriateness of management's use of the going concern basis of accounting, and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause a company to cease to continue as a going concern
- ▶ Evaluating the overall presentation, structure and content of the financial statements, including the disclosures
- ▶ Evaluating whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation

We communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant findings in internal control that we identify during our audit.

Zwolle, March 2, 2017

Ernst & Young Accountants LLP

signed by M. Rooks