
JUVEL A/S

Livøvej 22, DK-8800 Viborg

Annual Report for 2023

CVR No. 11 56 07 76

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 15/5 2024

Ulrich Martin Dill
Chairman of the
general meeting



Contents

	<u>Page</u>
Management's Statement and Auditor's Report	
Management's Statement	1
Independent Auditor's Report	2
Management's Review	
Company information	4
Management's Review	5
Financial Statements	
Income Statement 1 January - 31 December	6
Balance sheet 31 December	7
Statement of changes in equity	9
Notes to the Financial Statements	10

Management's statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of JUVEL A/S for the financial year 1 January - 31 December 2023.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2023 of the Company and of the results of the Company operations for 2023.

In our opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Viborg, 15 May 2024

Executive Board

Ulrich Martin Dill
CEO

Board of Directors

Pablo Vilaseca Muñoz
Chairman

Ulrich Martin Dill

Juha Kalevi Salminen Samuelsson

Independent Auditor's report

To the shareholder of JUVEL A/S

Opinion

We have audited the Financial Statements of JUVEL A/S for the financial year 1 January - 31 December 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The Financial Statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year 1 January - 31 December 2023 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the Financial Statements

Management is responsible for the preparation of 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. 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.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain 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.
- Obtain 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.

Independent Auditor's report

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the Financial Statements 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 the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

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

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

Copenhagen, 15 May 2024

MAZARS

Statsautoriseret Revisionspartnerselskab

CVR No 31061741

Kurt Christensen

State Authorised Public Accountant

mne26824

Company information

The Company	JUVEL A/S Livøvej 22 DK-8800 Viborg Telephone: 36340288 CVR No: 11 56 07 76 Financial period: 1 January - 31 December Municipality of reg. office: Viborg
Board of Directors	Pablo Vilaseca Muñoz, chairman Ulrich Martin Dill Juha Kalevi Salminen Samuelsson
Executive Board	Ulrich Martin Dill
Auditors	MAZARS Statsautoriseret Revisionspartnerselskab Midtermolen 1, 2.tv. 2100 København Ø

Management's review

Key activities

The key activities from the sale and logistics centre in Viborg is sale and distribution of stainless steel kitchen and bathroom sinks, sale of stainless steel sanitary products, mini kitchens and other kitchen and bathroom sinks. Here, the products are completed and distributed to Denmark, Europe, and North America, primarily.

Development in the year

The income statement of the Company for 2023 shows a profit of DKK 1,112,115, and at 31 December 2023 the balance sheet of the Company shows a positive equity of DKK 19,348,999.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Income statement 1 January - 31 December

	Note	2023	2022
		DKK	DKK
Gross profit		10,468,630	11,607,422
Staff expenses	1	-9,647,905	-9,404,592
Amortisation, depreciation and impairment losses of intangible assets and property, plant and equipment		-20,154	-10,626
Profit/loss before financial income and expenses		800,571	2,192,204
Financial income	2	783,603	117,512
Financial expenses	3	-156,689	0
Profit/loss before tax		1,427,485	2,309,716
Tax on profit/loss for the year	4	-315,370	-544,237
Net profit/loss for the year		1,112,115	1,765,479
Distribution of profit			
		2023	2022
		DKK	DKK
Proposed distribution of profit			
Retained earnings		1,112,115	1,765,479
		1,112,115	1,765,479

Balance sheet 31 December

Assets

	Note	2023	2022
		DKK	DKK
Plant and machinery		36,950	57,104
Other fixtures and fittings, tools and equipment		0	0
Leasehold improvements		829,922	251,485
Property, plant and equipment	5	866,872	308,589
Deposits	6	317,650	2,253,637
Fixed asset investments		317,650	2,253,637
Fixed assets		1,184,522	2,562,226
Raw materials and consumables		2,766,156	1,944,778
Finished goods and goods for resale		14,651,140	12,129,250
Inventories		17,417,296	14,074,028
Trade receivables		13,282,235	10,798,105
Receivables from group enterprises		23,733,497	25,824,263
Other receivables		0	412
Corporation tax		294,187	212,366
Prepayments		364,657	450,800
Receivables		37,674,576	37,285,946
Cash at bank and in hand		0	1,154
Current assets		55,091,872	51,361,128
Assets		56,276,394	53,923,354

Balance sheet 31 December

Liabilities and equity

	Note	2023	2022
		DKK	DKK
Share capital		6,000,000	6,000,000
Retained earnings		13,348,999	12,236,884
Equity		19,348,999	18,236,884
Provision for deferred tax	7	55,711	1,305
Other provisions		100,000	104,000
Provisions		155,711	105,305
Prepayments received from customers		136,118	0
Trade payables		4,676,733	5,373,651
Payables to group enterprises		30,024,358	28,827,595
Other payables		1,934,475	1,379,919
Short-term debt		36,771,684	35,581,165
Debt		36,771,684	35,581,165
Liabilities and equity		56,276,394	53,923,354
Contingent assets, liabilities and other financial obligations	8		
Related parties	9		
Accounting Policies	10		

Statement of changes in equity

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
	DKK	DKK	DKK
Equity at 1 January	6,000,000	12,236,884	18,236,884
Net profit/loss for the year	0	1,112,115	1,112,115
Equity at 31 December	6,000,000	13,348,999	19,348,999

Notes to the Financial Statements

	<u>2023</u>	<u>2022</u>
	DKK	DKK
1. Staff Expenses		
Wages and salaries	8,807,739	8,540,980
Pensions	587,252	570,714
Other social security expenses	221,931	250,391
Other staff expenses	30,983	42,507
	<u>9,647,905</u>	<u>9,404,592</u>
Average number of employees	<u>17</u>	<u>15</u>
	<u>2023</u>	<u>2022</u>
	DKK	DKK
2. Financial income		
Other financial income	783,603	84,058
Exchange gains	0	33,454
	<u>783,603</u>	<u>117,512</u>
	<u>2023</u>	<u>2022</u>
	DKK	DKK
3. Financial expenses		
Exchange loss	156,689	0
	<u>156,689</u>	<u>0</u>
	<u>2023</u>	<u>2022</u>
	DKK	DKK
4. Income tax expense		
Current tax for the year	260,964	293,634
Deferred tax for the year	54,406	250,603
	<u>315,370</u>	<u>544,237</u>

Notes to the Financial Statements

5. Property, plant and equipment

	Plant and machinery	Other fixtures and fittings, tools and equipment	Leasehold improve- ments
	DKK	DKK	DKK
Cost at 1 January	3,162,995	381,981	1,904,708
Additions for the year	0	0	578,437
Disposals for the year	-34,069	0	-202,925
Cost at 31 December	<u>3,128,926</u>	<u>381,981</u>	<u>2,280,220</u>
Impairment losses and depreciation at 1 January	3,105,891	381,981	1,653,223
Depreciation for the year	20,154	0	0
Reversal of impairment and depreciation of sold assets	-34,069	0	-202,925
Impairment losses and depreciation at 31 December	<u>3,091,976</u>	<u>381,981</u>	<u>1,450,298</u>
Carrying amount at 31 December	<u>36,950</u>	<u>0</u>	<u>829,922</u>

6. Other fixed asset investments

	Deposits
	DKK
Cost at 1 January	2,253,637
Disposals for the year	-1,935,987
Cost at 31 December	<u>317,650</u>
Carrying amount at 31 December	<u>317,650</u>

7. Provision for deferred tax

	2023	2022
	DKK	DKK
Deferred tax liabilities at 1 January	1,305	-402,541
Amounts recognised in the income statement for the year	54,406	250,603
Amounts recognised in equity for the year	0	153,243
Deferred tax liabilities at 31 December	<u>55,711</u>	<u>1,305</u>

Notes to the Financial Statements

	<u>2023</u>	<u>2022</u>
	DKK	DKK
8. Contingent assets, liabilities and other financial obligations		
Rental and lease obligations		
Lease obligations under operating leases. Total future lease payments:		
Within 1 year	344,447	157,749
Between 1 and 5 years	450,061	70,169
	<u>794,508</u>	<u>227,918</u>

Other contingent liabilities

Juvel A/S has entered into a lease of the Company's premises with an agreed termination period of 24 months from the leaseholder. The obligations amount to DKK 2.421.

9. Related parties and disclosure of consolidated financial statements

Consolidated Financial Statements

The Company is included in the Group Annual Report of the Parent Company of the largest and smallest group:

<u>Name</u>	<u>Place of registered office</u>
Teka Industrial S.A.	Calle Cajo, 17 Santander Spain

Notes to the Financial Statements

10. Accounting policies

The Annual Report of JUVEL A/S for 2023 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2023 are presented in DKK.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the maturity period. Amortised cost is calculated as original cost less any repayments and with addition/deduction of the cumulative amortisation of any difference between cost and the nominal amount. In this way, capital losses and gains are allocated over the maturity period.

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the Annual Report which confirm or invalidate affairs and conditions existing at the balance sheet date.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Income statement

Revenue

Revenue from the sale of goods is recognised when the risks and rewards relating to the goods sold have been transferred to the purchaser, the revenue can be measured reliably and it is probable that the economic benefits relating to the sale will flow to the Company.

Expenses for raw materials and consumables

Expenses for raw materials and consumables comprise the raw materials and consumables consumed to achieve revenue for the year.

Notes to the Financial Statements

Other external expenses

Other external expenses comprise indirect production costs and expenses for premises, sales as well as office expenses, etc.

Gross profit/loss

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflect an aggregation of revenue, changes in inventories of finished goods and work in progress and other operating income less costs of raw materials and consumables and other external expenses.

Staff expenses

Staff costs include wages and salaries including compensated absence and pensions as well as other social security contributions etc. made to the entity's employees. The item is net of refunds made by public authorities.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise amortisation, depreciation and impairment of intangible assets and property, plant and equipment.

Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Company, including gains and losses on the sale of intangible assets and property, plant and equipment.

Financial income and expenses

Financial income and expenses comprise interest, financial expenses in respect of finance leases, realised and unrealised exchange adjustments, price adjustment of securities, amortisation of mortgage loans as well as extra payments and repayment under the on-account taxation scheme.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

Balance sheet

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and less any accumulated impairment losses.

Cost comprises the cost of acquisition and expenses directly related to the acquisition up until the time when the asset is ready for use. The cost of self-constructed assets comprises direct and indirect cost of materials, components, sub-suppliers and wages.

Depreciation based on cost reduced by any residual value is calculated on a straight-line basis over the expected useful lives of the assets, which are:

Plant and machinery	5-10 years
Other fixtures and fittings, tools and equipment	3-6 years
Leasehold improvements	5-10 years

Notes to the Financial Statements

The residual values are estimated at the following percentage of the cost:

Plant and machinery	0 %
Other fixtures and fittings, tools and equipment	0 %
Leasehold improvements	0 %

Impairment of fixed assets

The carrying amounts of intangible assets and property, plant and equipment and investments are reviewed on an annual basis to determine whether there is any indication of impairment other than that expressed by amortisation and depreciation.

If so, the asset is written down to its lower recoverable amount.

Other fixed asset investments

Other fixed asset investments consist of deposits related to leasehold are measured at amortised cost

Inventories

Inventories are measured at the lower of cost under the FIFO method and net realisable value.

The net realisable value of inventories is calculated at the amount expected to be generated by sale of the inventories in the process of normal operations with deduction of selling expenses and costs of completion. The net realisable value is determined allowing for marketability, obsolescence and development in expected selling price.

The cost of goods for resale, raw materials and consumables equals landed cost.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Prepayments

Prepayments comprise prepaid expenses concerning rent, insurance premiums, subscriptions and interest.

Equity

Dividend distribution proposed by Management for the year is disclosed as a separate Dividend item.

Provisions

Provisions are recognised when - in consequence of an event occurred before or on the balance sheet date - the Company has a legal or constructive obligation and it is probable that economic benefits must be given up to settle the obligation.

Other provisions include warranty obligations in respect of repair work within the warranty period of 1-5 years. Provisions are measured and recognised based on experience with guarantee work.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Notes to the Financial Statements

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement or in equity if the deferred tax relates to items recognised in equity.

Current tax receivables and liabilities

Current tax receivables and liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on taxable incomes for prior years. Tax receivables and liabilities are offset if there is a legally enforceable right of set-off and an intention to settle on a net basis or simultaneously.

Financial liabilities

Debts are measured at amortised cost, substantially corresponding to nominal value.