
DAF Trucks Danmark A/S

Kokbjerg 1B, 1., DK-6000 Kolding

Annual Report for 1 January - 31 December 2021

CVR No 12 94 65 70

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
2 /6 2022

Michiel J. H. P. Kuijs
Chairman of the General
Meeting



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Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of DAF Trucks Danmark A/S for the financial year 1 January - 31 December 2021.

The Annual Report is prepared in accordance with the Danish Financial Statements Act. The Company complies with the exemption provisions governing the omission to have its Financial Statements audited.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2021 of the Company and of the results of the Company operations for 2021.

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

Kolding, 2 June 2022

Executive Board

Michiel J. H. P. Kuijs

Board of Directors

Eelco Anthonie van Veen
Chairman

Alef Popken
Deputy Chairman

Michiel J. H. P. Kuijs

Practitioner's Statement on Compilation of Financial Statements

To the Management of DAF Trucks Danmark A/S

We have compiled the Financial Statements of DAF Trucks Danmark A/S for the financial year 1 January - 31 December 2021 on the basis of the Enterprise's accounting records and other information you have provided.

The Financial Statements comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies.

We performed our work in accordance with ISRS 4410, Engagements to Compile Financial Information.

Based on our professional expertise, we have assisted you with the preparation and presentation of the Financial Statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Act on Approved Auditors and Audit Firms and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code), including the principles of integrity, objectivity, professional competence and due care.

The Financial Statements and the accuracy and completeness of the information forming the basis of the compilation of the Financial Statements are your responsibility.

As an engagement to compile financial information is not an assurance engagement, we are under no duty to verify the accuracy or completeness of the information you provided to us to compile the Financial Statements. Accordingly, we express no audit opinion or review opinion as to whether the Financial Statements have been prepared in accordance with the Danish Financial Statements Act.

Hillerød, 2 June 2022

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Michael Krath

statsautoriseret revisor

mne34155

Company Information

The Company

DAF Trucks Danmark A/S
Kokbjerg 1B, 1.
DK-6000 Kolding

Telephone: + 45 74625510

CVR No: 12 94 65 70

Financial period: 1 January - 31 December

Municipality of reg. office: Kolding

Board of Directors

Eelco Anthonie van Veen, Chairman
Alef Popken
Michiel J. H. P. Kuijs

Executive Board

Michiel J. H. P. Kuijs

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Milnersvej 43
DK-3400 Hillerød

Management's Review

Key activities

The company activity consists of providing sales and service support and marketing activities of DAF's complete product range in Scandinavia

Development in the year

The income statement of the Company for 2021 shows a profit of DKK 2,140,171, and at 31 December 2021 the balance sheet of the Company shows equity of DKK 23,422,758.

The COVID-19 pandemic and various governmental responses to contain the outbreak continue to impact global economic activity and the Company's business.

The economic disruptions from the pandemic had an adverse effect on the Company's revenues and operating results in 2020 and 2021. This could continue in 2022.

The Company's workforce at a given location could be affected by a localized outbreak of COVID-19, necessitating facility slowdowns or shutdowns.

As a result of pandemic-related economic disruptions, if one or more of the Company's suppliers could not produce needed parts or deliver at sufficient volumes to support the Company's production plans or aftermarket requirements, revenues and operating results could be adversely affected.

The full extent and duration of the adverse effect on the Company's business is uncertain and depends on the duration of the pandemic and how global and local economies are impacted by the effects of the pandemic.

Changes to consumer behavior and labor markets as a result of COVID-19, as well as other pandemic related economic factors such as business failures, lower housing and construction starts, lower automobile sales, disruptions in financial markets or disruptions to the global supply chain, in particular undersupply of semiconductor chips, could have further adverse effects on the Company's truck and parts revenues and operating results.

Other unforeseen impacts of the COVID-19 pandemic could also impact the Company's business and results or operations

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	2021 DKK	2020 DKK
Gross profit/loss		4.236.580	3.211.914
Staff expenses	1	-1.481.432	-1.533.943
Profit/loss before financial income and expenses		2.755.148	1.677.971
Financial expenses		-10.087	-11.402
Profit/loss before tax		2.745.061	1.666.569
Tax on profit/loss for the year	2	-604.890	-371.480
Net profit/loss for the year		2.140.171	1.295.089

Distribution of profit

Proposed distribution of profit

Retained earnings		2.140.171	1.295.089
		2.140.171	1.295.089

Balance Sheet 31 December

Assets

	<u>Note</u>	<u>2021</u> DKK	<u>2020</u> DKK
Trade receivables		375	3.750
Receivables from group enterprises		23.177.385	21.407.385
Other receivables		60.932	40.976
Prepayments		76.360	70.414
Receivables		<u>23.315.052</u>	<u>21.522.525</u>
Cash at bank and in hand		<u>1.006.779</u>	<u>586.245</u>
Currents assets		<u>24.321.831</u>	<u>22.108.770</u>
Assets		<u>24.321.831</u>	<u>22.108.770</u>

Balance Sheet 31 December

Liabilities and equity

	Note	2021 DKK	2020 DKK
Share capital		8.066.000	8.066.000
Retained earnings		15.356.758	13.216.587
Equity		23.422.758	21.282.587
Trade payables		65.740	106.968
Payables to group enterprises		24.327	14.765
Corporation tax		308.890	113.074
Other payables		500.116	591.376
Short-term debt		899.073	826.183
Debt		899.073	826.183
Liabilities and equity		24.321.831	22.108.770
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Statement of Changes in Equity

	<u>Share capital</u> DKK	<u>Retained earnings</u> DKK	<u>Total</u> DKK
Equity at 1 January	8.066.000	13.216.587	21.282.587
Net profit/loss for the year	0	2.140.171	2.140.171
Equity at 31 December	8.066.000	15.356.758	23.422.758

Notes to the Financial Statements

	<u>2021</u>	<u>2020</u>
	DKK	DKK
1 Staff expenses		
Wages and salaries	1.245.418	1.295.717
Pensions	208.252	203.522
Other social security expenses	27.762	34.704
	<u>1.481.432</u>	<u>1.533.943</u>
Average number of employees	<u>2</u>	<u>2</u>
2 Tax on profit/loss for the year		
Current tax for the year	604.890	371.074
Adjustment of tax concerning previous years	0	406
	<u>604.890</u>	<u>371.480</u>

3 Contingent assets, liabilities and other financial obligations

Contingent liabilities

Rental obligation 31 December 2021, approx DKK 75.000

Lease obligations regarding cars af 31 December 2021, approx DKK 466.997

4 Related parties

The following shareholder is recorded in the Company's register of shareholders as holding at least 5% of the votes or at least 5% of the share capital:

DAF Trucks N.V.
Hugo van der Goeslaan 1
Eindhoven, 5643 TW
Netherlands

Notes to the Financial Statements

5 Accounting Policies

The Annual Report of DAF Trucks Danmark A/S for 2021 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2021 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.

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.

Leases

All leases are considered operating leases. Payments made under operating leases are recognised in the income statement on a straight-line basis over the lease term.

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.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between

Notes to the Financial Statements

5 Accounting Policies (continued)

the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Income Statement

Revenue

Revenue from the sale of goods for resale and finished goods is recognised in the income statement when delivery and transfer of risk to the buyer have been made before year end.

Revenue is recognised exclusive of VAT and net of discounts relating to sales.

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue, other operating income and other external expenses.

Staff expenses

Staff expenses comprise wages and salaries as well as payroll expenses.

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 are recognised in the income statement at the amounts relating to the financial year.

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

Receivables

Receivables are recognised in the balance sheet at amortised cost, which substantially corresponds to nominal value. Provisions for estimated bad debt are made.

Notes to the Financial Statements

5 Accounting Policies (continued)

Prepayments

Prepayments comprise prepaid expenses concerning rent and insurance.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts

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