

**Kriswell A/S**  
Engelsholmvej 28,1, 8940 Randers SV

Company reg. no. 15 38 69 40

**Annual report**

**1 January - 31 December 2023**

The annual report was submitted and approved by the general meeting on the 31 May 2024.

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Frerk Petersen  
Chairman of the meeting

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Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

## **Management's statement**

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Today, the Board of Directors and the Managing Director have approved the annual report of Kriswell A/S for the financial year 1 January - 31 December 2023.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

We consider the chosen accounting policy to be appropriate, and 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.

Further, in our opinion, the Management's review gives a true and fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the Annual General Meeting.

Randers SV, 31 May 2024

### **Managing Director**

Frerk Petersen

### **Board of directors**

Tom Allen Penner  
chairman

Frerk Petersen

Bobby Stephen Dean

## **Independent auditor's report**

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### **To the Shareholder of Kriswell A/S**

#### **Opinion**

We have audited the financial statements of Kriswell A/S for the financial year 1 January - 31 December 2023, which comprise income statement, balance sheet, statement of changes in equity, notes and a summary of significant accounting policies, for the Company. The financial statements are prepared under 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.

## **Independent auditor's report**

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As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism 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.
- 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.

## **Independent auditor's report**

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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, we conclude that Management's Review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of Management's Review.

Randers, 31 May 2024

### **Grant Thornton**

Certified Public Accountants  
Company reg. no. 34 20 99 36

### **Jonas Bødker-Iversen**

State Authorised Public Accountant  
mne35471

## Company information

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### The company

Kriswell A/S  
Engelsholmvej 28,1  
8940 Randers SV

Company reg. no. 15 38 69 40  
Financial year: 1 January - 31 December

### Board of directors

Tom Allen Penner, 7022 Mountain Laurel CT Columbus GA 31904  
USA, chairman  
Frerk Petersen, Schierblicken 55, 23843 Bad Oldesloe, Tyskland  
Bobby Stephen Dean, 87 Lake Harding Drive Hamilton, GA 31811,  
USA

### Managing Director

Frerk Petersen, Schierblicken 55, 23843 Bad Oldesloe, Tyskland

### Auditors

Grant Thornton, Godkendt Revisionspartnerselskab  
Tronholmen 3  
8960 Randers SØ

### Bankers

Sydbank

### Parent company

Char-Broil, LLC

## **Management's review**

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### **The principal activities of the company**

The principal activities are handling and storing of outdoor barbecue grills, accessories and spare parts for a group company and production and sale of CharBroil Products.

### **Development in activities and financial matters**

The gross profit for the year totals DKK 294.074 against DKK 4.464.284 last year. Income or loss from ordinary activities after tax totals DKK -553.115 against DKK 1.035.259 last year. Management considers the net profit for the year unsatisfactory.

### **Events occurring after the end of the financial year**

There have not been any significant events after the status day.



## Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2023</u>	<u>2022</u>
<b>Gross profit</b>	<b>294.074</b>	<b>4.464.284</b>
2 Staff costs	-144.025	-2.866.560
Depreciation and impairment of property, land, and equipment	-292.053	-596.074
Other operating expenses	-559.606	0
<b>Operating profit</b>	<b>-701.610</b>	<b>1.001.650</b>
Other financial income from group enterprises	149.029	37.300
3 Other financial expenses	-534	-3.691
<b>Pre-tax net profit or loss</b>	<b>-553.115</b>	<b>1.035.259</b>
<b>Net profit or loss for the year</b>	<b>-553.115</b>	<b>1.035.259</b>
<b>Proposed distribution of net profit:</b>		
Transferred to retained earnings	0	1.035.259
Allocated from retained earnings	-553.115	0
<b>Total allocations and transfers</b>	<b>-553.115</b>	<b>1.035.259</b>

**Balance sheet at 31 December**

All amounts in DKK.

<b>Assets</b>		
<u>Note</u>	<u>2023</u>	<u>2022</u>
<b>Non-current assets</b>		
4 Other fixtures, fittings, tools and equipment	4.766	856.429
Total property, plant, and equipment	<u>4.766</u>	<u>856.429</u>
5 Deposits	200.000	312.500
Total investments	<u>200.000</u>	<u>312.500</u>
<b>Total non-current assets</b>	<b><u>204.766</u></b>	<b><u>1.168.929</u></b>
<b>Current assets</b>		
Trade debtors	0	305.000
Receivables from subsidiaries	22.292.285	20.955.953
Prepayments	75.026	164.054
Total receivables	<u>22.367.311</u>	<u>21.425.007</u>
Cash and cash equivalents	<u>1.547.181</u>	<u>1.045.372</u>
<b>Total current assets</b>	<b><u>23.914.492</u></b>	<b><u>22.470.379</u></b>
<b>Total assets</b>	<b><u>24.119.258</u></b>	<b><u>23.639.308</u></b>

**Balance sheet at 31 December**

All amounts in DKK.

<b>Equity and liabilities</b>		
<u>Note</u>	<u>2023</u>	<u>2022</u>
<b>Equity</b>		
Contributed capital	600.000	600.000
Retained earnings	21.685.528	22.238.643
<b>Total equity</b>	<b><u>22.285.528</u></b>	<b><u>22.838.643</u></b>
<b>Provisions</b>		
Other provisions	894.780	0
<b>Total provisions</b>	<b><u>894.780</u></b>	<b><u>0</u></b>
<b>Liabilities other than provisions</b>		
Trade creditors	50.555	137.818
Other payables	888.395	662.847
Total short term liabilities other than provisions	938.950	800.665
<b>Total liabilities other than provisions</b>	<b><u>938.950</u></b>	<b><u>800.665</u></b>
<b>Total equity and liabilities</b>	<b><u>24.119.258</u></b>	<b><u>23.639.308</u></b>

**1 Special items****6 Contingencies**

**Statement of changes in equity**

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All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 January 2022	600.000	22.238.643	22.838.643
Profit or loss for the year brought forward	<u>0</u>	<u>-553.115</u>	<u>-553.115</u>
	<b><u>600.000</u></b>	<b><u>21.685.528</u></b>	<b><u>22.285.528</u></b>

## Notes

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All amounts in DKK.

	<u>2023</u>	<u>2022</u>
<b>1. Special items</b>		
The Company has terminated their rental contract, and as paid 120.000 EUR equivalent of 894.780 DKK.		
As a result of above mentioned the fixed assests regarding leasehold improvements has been written off in the year.		
<b>2. Staff costs</b>		
Salaries and wages	144.025	2.485.444
Pension costs	<u>0</u>	<u>381.116</u>
	<b>144.025</b>	<b>2.866.560</b>
Average number of employees	<u>1</u>	<u>8</u>
<b>3. Other financial expenses</b>		
Other financial costs	<u>534</u>	<u>3.691</u>
	<b>534</b>	<b>3.691</b>
<b>4. Other fixtures, fittings, tools and equipment</b>		
Cost 1 January 2023	572.403	6.665.575
Adjustment due to change of accounting policies	2.852.670	0
Disposals during the year	<u>0</u>	<u>-3.091.610</u>
<b>Cost 31 December 2023</b>	<b>3.425.073</b>	<b>3.573.965</b>
Depreciation and write-down 1 January 2023	-2.614.519	-4.986.782
Depreciation for the year	-283.952	1.290.871
Writedown for the year	-521.836	0
Depreciation, amortisation and writedown for the year, assets disposed of	<u>0</u>	<u>978.375</u>
<b>Depreciation and write-down 31 December 2023</b>	<b>-3.420.307</b>	<b>-2.717.536</b>
<b>Carrying amount, 31 December 2023</b>	<b>4.766</b>	<b>856.429</b>

## Notes

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All amounts in DKK.

	<u>31/12 2023</u>	<u>31/12 2022</u>
<b>5. Deposits</b>		
Cost 1 January 2023	200.000	762.500
Disposals during the year	<u>0</u>	<u>-450.000</u>
<b>Cost 31 December 2023</b>	<u><b>200.000</b></u>	<u><b>312.500</b></u>
<b>Carrying amount, 31 December 2023</b>	<u><b>200.000</b></u>	<u><b>312.500</b></u>
<b>6. Contingencies</b>		
<b>Contingent liabilities</b>		
The company has no Contingent liabilities.		

## Accounting policies

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The annual report for Kriswell A/S has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

### Recognition and measurement in general

Income is recognised in the income statement concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs are recognised in the income statement, including depreciations amortisations, writedowns for impairment, provisions, and reversals due to changes in estimated amounts previously recognised in the income statement.

Assets are recognised in the statement of financial position when it seems probable that future economic benefits will flow to the company and the value of the asset can be reliably measured.

Liabilities are recognised in the statement of financial position when it is seems probable that future economic benefits will flow out of the company and the value of the liability can be reliably measured.

Assets and liabilities are measured at cost at the initial recognition. Hereafter, assets and liabilities are measured as described below for each individual accounting item.

### Foreign currency translation

Transactions in foreign currency are translated by using the exchange rate prevailing at the date of the transaction. Differences in the rate of exchange arising between the rate at the date of transaction and the rate at the date of payment are recognised in the profit and loss account as an item under net financials. If currency positions are considered to hedge future cash flows, the value adjustments are recognised directly in equity in a fair value reserve.

Receivables, payables, and other foreign currency monetary items are translated using the closing rate. The difference between the closing rate and the rate at the time of the occurrence or initial recognition in the latest financial statements of the receivable or payable is recognised in the income statement under financial income and expenses.

Fixed assets acquired and paid for in foreign currency are measured at the exchange rate prevailing at the date of the transaction.

## Income statement

### Gross profit

Gross profit comprises the revenue, changes in inventories of finished goods, and work in progress, own work capitalised, other operating income, and external costs.

## **Accounting policies**

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The enterprise will be applying IAS 11 and IAS 18 as its basis of interpretation for the recognition of revenue.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Revenue is measured at the fair value of the consideration promised exclusive of VAT and taxes and less any discounts relating directly to sales.

Cost of sales comprises costs concerning purchase of raw materials and consumables less discounts and changes in inventories.

Other operating income comprises items of a secondary nature as regards the principal activities of the enterprise, including profit from the disposal of intangible and tangible assets.

Other external expenses comprise expenses incurred for distribution, sales, advertising, administration, premises, loss on receivables, and operational leasing costs.

### **Staff costs**

Staff costs include salaries and wages, including holiday allowances, pensions, and other social security costs, etc., for staff members.

### **Depreciation, amortisation, and writedown for impairment**

Depreciation, amortisation, and writedown for impairment comprise depreciation on, amortisation of, and writedown for impairment of intangible and tangible assets, respectively.

### **Other operating expenses**

Other operating expenses comprise items of secondary nature as regards the principal activities of the enterprise, including losses on the disposal of intangible and tangible assets.

### **Financial income and expenses**

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

### **Tax on net profit or loss for the year**

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.



## Accounting policies

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### Statement of financial position

#### Property, plant, and equipment

Property, plant, and equipment are measured at cost less accrued depreciation and write-down for impairment. Land is not subject to depreciation.

The depreciable amount is cost less any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the carrying amount, the depreciation is discontinued.

If the amortisation period or the residual value is changed, the effect on amortisation will, in future, be recognised as a change in the accounting estimates.

The cost comprises acquisition cost and costs directly associated with the acquisition until the time when the asset is ready for use.

The cost of a total asset is divided into separate components. These components are depreciated separately, the useful lives of each individual components differing, and the individual component representing a material part of the total cost.

Depreciation is done on a straight-line basis according to an assessment of the expected useful life and the residual value of the individual assets:

	Useful life	Residual value
Buildings	30 years	20 %
Plant and machinery	5-10 years	0-20 %
Other fixtures and fittings, tools and equipment	3-5 years	0-20 %

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Profit or loss derived from the disposal of property, land, and equipment is measured as the difference between the sales price less selling costs and the carrying amount at the date of disposal. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

As regards self-constructed assets, the cost comprises direct costs for materials, components, deliveries from sub-suppliers, payroll costs, and borrowing costs from specific and general borrowing concerning the construction of each individual asset.

#### Leasehold improvements

Leasehold improvements are measured at cost less accrued depreciations. Depreciation is done on a straightline basis over the estimated useful life of the asset, which is set at 5 years.

## Accounting policies

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### Impairment loss relating to non-current assets

The carrying amount of both intangible and tangible fixed assets are subject to annual impairment tests in order to disclose any indications of impairment beyond those expressed by amortisation and depreciation respectively.

If indications of impairment are disclosed, impairment tests are carried out for each individual asset or group of assets, respectively. write-down for impairment is done to the recoverable amount if this value is lower than the carrying amount.

The recoverable amount is the higher value of value in use and selling price less expected selling cost. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the asset group and expected net cash flows from the sale of the asset or the asset group after the end of their useful life.

Previously recognised impairment losses are reversed when conditions for impairment no longer exist. Impairment relating to goodwill is not reversed.

### Deposits

Deposits are measured at amortised cost and represent lease deposits, etc.

### Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

In order to meet expected losses, impairment takes place at the net realisable value. The company has chosen to use IAS 39 as a basis for interpretation when recognising impairment of financial assets, which means that impairments must be made to offset losses where an objective indication is deemed to have occurred that an account receivable or a portfolio of accounts receivable is impaired. If an objective indication shows that an individual account receivable has been impaired, an impairment takes place at individual level.

Accounts receivable for which there is no objective indication of impairment at the individual level are evaluated at portfolio level for objective indication of impairment. The portfolios are primarily based on the debtors' domicile and credit rating in accordance with the company's and the group's credit risk management policy. Determination of the objective indicators applied for portfolios are based on experience with historical losses.

Impairment losses are calculated as the difference between the carrying amount of accounts receivable and the present value of the expected cash flows, including the realisable value of any securities received. The effective interest rate for the individual account receivable or portfolio is used as the discount rate.

## **Accounting policies**

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### **Prepayments**

Prepayments recognised under assets comprise incurred costs concerning the following financial year.

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and on hand.

### **Provisions**

Provisions comprise expected costs of warranty commitments, loss on work in progress, restructuring, etc. Provisions are recognised when the company has a legal or actual commitment resulting from a previously occurred event and when it is probable that the settlement of the liability will result in consumption of the financial resources of the company.

Provisions are measured at net realisable value or at fair value. If the fulfilment of a liability is expected to take place far in the future, the liability is measured at fair value.

Guarantee liabilities comprise liabilities for repairs within the guarantee period of 1-5 years. Provisions for warranty commitments are measured on basis of the obtained experience with guarantee work. Provisions with an expected due date later than 1 year from the reporting date are discounted at a rate reflecting risk and maturity of the liability.

On the acquisition of entities, provisions for restructuring within the acquired entity are included in the acquisition cost, and thereby in the goodwill or the consolidated goodwill, to the extent that they have been recognised in the financial statements of the acquired entity in advance of the acquisition. Provisions for restructuring are included to the extent that they have been decided at the date of acquisition at the latest and that the process have been commenced.

When it is likely that the total costs will exceed the total income of contract work in progress, the total expected loss on the contract work in progress will be recognised as provisions for liabilities. The provision is recognised under production costs.

### **Liabilities other than provisions**

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

### **Deferred income**

Payments received concerning future income are recognised under deferred income.