

# Allegion Denmark A/S

C/O Azets Insight A/S, Lyskær 3C, 2.  
DK-2730 Herlev

CVR no. 21 09 36 88

## **Annual report for the period 1 January – 31 December 2022**

The annual report was presented and approved at  
the Company's annual general meeting on

26 June 2023

Heiko Roman Eckstein  
Chairman of the annual general meeting

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**Allegion Denmark A/S**  
Annual report 2022  
CVR no. 21 09 36 88

## **Statement by the Board of Directors and the Executive Board**

The Board of Directors and the Executive Board have today discussed and approved the annual report of Allegion Denmark A/S for the financial year 1 January – 31 December 2022.

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

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2022 and of the results of the Company's operations for the financial year 1 January – 31 December 2022.

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

We recommend that the annual report be approved at the annual general meeting.

Herlev, 26 June 2023  
Executive Board:

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Heiko Roman Eckstein

Board of Directors:

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Christopher John Crampton  
Chairman

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Heiko Roman Eckstein

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Matthew John Kerfoot

## **Independent auditor's report**

### **To the shareholder of Allegion Denmark A/S**

#### **Opinion**

We have audited the financial statements of Allegion Denmark A/S for the financial year 1 January – 31 December 2022 comprising income statement, balance sheet, statement of changes in equity and notes, including 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 Company's assets, liabilities and financial position at 31 December 2022 and of the results of the Company's operations for the financial year 1 January – 31 December 2022 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 responsibility 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 that 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 as to 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 in Denmark will always detect a material misstatement when it exists. Misstatements may 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 financial statement users made 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

## Independent auditor's report

- identify and assess the risks of material misstatement of the company 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 the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the 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 the Management's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the 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 of the Management's review.

Aarhus, 26 June 2023

**KPMG**

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Mikkel Trabjerg Knudsen  
State Authorised  
Public Accountant  
mne34459

**Allegion Denmark A/S**  
Annual report 2022  
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## Management's review

### Company details

Allegion Denmark A/S  
C/O Azets Insight A/S  
Lyskær 3C, 2.  
DK-2730 Herlev

CVR no.:	21 09 36 88
Established:	1 May 1998
Registered office:	Herlev
Financial year:	1 January – 31 December

### Board of Directors

Christopher John Crampton, Chairman  
Heiko Roman Eckstein  
Matthew John Kerfoot

### Executive Board

Heiko Roman Eckstein

### Auditor

KPMG  
Statsautoriseret Revisionspartnerselskab  
Frederiks Plads 42  
DK-8000 Aarhus C  
CVR no. 25 57 81 98

## **Management's review**

### **Operating review**

#### **Principal activities**

The Company's principal activity is trading and manufacturing industry and other related activities, including ownership of other companies.

#### **Development in activities and financial position**

The Company's income statement for 2022 shows a profit of DKK 540,433 as against DKK 542,223 in 2021. Equity in the Company's balance sheet at 31 December 2022 stood at DKK 57,126,502 as against DKK 56,586,069 at 31 December 2021.

The financial year was in line with forecast, and results for the year are considered satisfactory.

#### **Events after the balance sheet date**

No events materially affecting the Company's financial position have occurred subsequent to the financial year end for 2021.

## Financial statements 1 January – 31 December

### Income statement

DKK	Note	2022	2021
<b>Gross profit</b>		4,331,846	4,595,803
Staff costs	2	<u>-3,559,989</u>	<u>-3,984,711</u>
<b>Profit before financial income and expenses</b>		771,857	611,092
Other financial expenses	3	<u>-78,994</u>	<u>-68,869</u>
<b>Profit before tax</b>		692,863	542,223
Tax on profit		<u>-152,430</u>	<u>0</u>
<b>Profit for the year</b>		<u>540,433</u>	<u>542,223</u>
<b>Proposed profit appropriation</b>			
Retained earnings		<u>540,433</u>	<u>542,223</u>



## Financial statements 1 January – 31 December

### Balance sheet

DKK	Note	31/12 2022	31/12 2021
<b>ASSETS</b>			
<b>Fixed assets</b>			
<b>Investments</b>	4		
Equity investments in group entities		<u>43,869,131</u>	<u>43,869,131</u>
<b>Total fixed assets</b>		<u>43,869,131</u>	<u>43,869,131</u>
<b>Current assets</b>			
<b>Receivables</b>			
Trade receivables		0	50,283
Receivables from group entities		16,580,449	16,898,804
Other receivables		787,339	375,263
Corporation tax		<u>10,000</u>	<u>110,000</u>
		<u>17,377,788</u>	<u>17,434,350</u>
<b>Cash at bank and in hand</b>		<u>383,383</u>	<u>1,586,729</u>
<b>Total current assets</b>		<u>17,761,171</u>	<u>19,021,079</u>
<b>TOTAL ASSETS</b>		<u><u>61,630,302</u></u>	<u><u>62,890,210</u></u>

## Financial statements 1 January – 31 December

### Balance sheet

DKK	Note	<u>31/12 2022</u>	<u>31/12 2021</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Contributed capital		3,000,000	3,000,000
Retained earnings		<u>54,126,502</u>	<u>53,586,069</u>
<b>Total equity</b>		<u>57,126,502</u>	<u>56,586,069</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade payables		25,160	0
Payables to group entities		3,336,736	5,186,369
Corporation tax		152,430	0
Other payables		<u>989,474</u>	<u>1,117,772</u>
		<u>4,503,800</u>	<u>6,304,141</u>
<b>Total liabilities</b>		<u>4,503,800</u>	<u>6,304,141</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>61,630,302</u>	<u>62,890,210</u>
<b>Mortgages and collateral</b>			
<b>Related party disclosures</b>	5		

## Financial statements 1 January – 31 December

### Statement of changes in equity

DKK	Contributed capital	Retained earnings	Total
Equity at 1 January 2022	3,000,000	53,586,069	56,586,069
Transferred over the profit appropriation	0	540,433	540,433
<b>Equity at 31 December 2022</b>	<b>3,000,000</b>	<b>54,126,502</b>	<b>57,126,502</b>

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies

The annual report of Allegion Denmark A/S for 2022 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

#### Omission of consolidated financial statements

Pursuant to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared. The financial statements of Allegion Denmark A/S and its group entities are included in the consolidated financial statements of Allegion PLC, Block D, Iveagh Court, Harcourt Road, Dublin 2, Co. Dublin, Ireland.

#### Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables, payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

### Income statement

#### Revenue

Revenue from the sale of services, is recognised on a straight-line basis in the income statement as the services are provided.

Services based on time spent are recognised in revenue as the work is performed.

#### Gross profit

Pursuant to section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross profit.

#### Other external costs

Other external costs comprise distribution costs and costs related to sales, sales campaigns, administration, office premises, operating leases, etc.

#### Staff costs

Staff costs comprise wages and salaries, including holiday allowance, pension and other social security costs, etc., to the Company's employees, excluding reimbursements from public authorities.

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies (continued)

##### Financial expenses

Financial income and expenses comprise interest income and expense, financial costs regarding finance leases, gains and losses on securities, payables and transactions denominated in foreign currencies, amortisation of financial assets and liabilities as well as surcharges and refunds under the on-account tax scheme, etc.

##### Tax on profit/loss for the year

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

##### Balance sheet

##### Investments

Equity investments in group entities are measured at cost. In case of indication of impairment, an impairment test is conducted. When the cost exceeds the recoverable amount, write-down is made to this lower value. The cost is reduced by dividends received exceeding accumulated earnings after the acquisition date.

##### Receivables

Receivables are measured at amortised cost.

##### Cash at bank and in hand

Cash at bank and in hand comprises cash.

##### Corporation tax

Current tax payable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

##### Liabilities

Other liabilities are measured at amortised cost.

## Financial statements 1 January – 31 December

### Notes

#### 2 Staff costs

DKK	<u>2022</u>	<u>2021</u>
Wages and salaries	3,134,205	3,735,191
Pensions	<u>425,784</u>	<u>249,520</u>
	<u>3,559,989</u>	<u>3,984,711</u>
Average number of full-time employees	<u>3</u>	<u>3</u>

#### 3 Other financial expenses

DKK	<u>2022</u>	<u>2021</u>
Interest expense to group entities	25,197	29,861
Other financial expenses	53,797	38,941
Exchange losses	<u>0</u>	<u>67</u>
	<u>78,994</u>	<u>68,869</u>

#### 4 Investments

DKK	<u>Equity investments in group entities</u>
Cost at 1 January 2022	<u>43,869,131</u>
Cost at 31 December 2022	<u>43,869,131</u>
<b>Carrying amount at 31 December 2022</b>	<u><b>43,869,131</b></u>

Name/legal form	<u>Registered office</u>	<u>Voting rights and ownership interest</u>	<u>Equity</u>	<u>Profit for the year</u>
Subsidiaries:			DKK	DKK
AXA Stenman France S.A.S	France	100%	60,127,654	4,571,976
AXA Stenman Deutschland GmbH	Germany	100%	<u>25,538,561</u>	<u>3,984,978</u>
			<u>85,666,215</u>	<u>8,556,954</u>

## **Financial statements 1 January – 31 December**

### **Notes**

#### **5 Related party disclosures**

##### **Control**

AXA Stenman Industries B.V., Energiestraat 2, 3903 AV Veenendal, Holland

AXA Stenman Industries B.V. holds the majority of the contributed capital in the Company.

Allegion Denmark A/S is part of the consolidated financial statements of AXA Stenman Industries B.V., Energiestraat 2, 3903 AV Veenendal, Holland, and the consolidated financial statements of Allegion plc, Block D, Iveagh Court, Harcourt Road, Dublin 2, Co. Dublin, Ireland, which is the smallest and largest group, respectively, in which the Company is included as a subsidiary.

The consolidated financial statements of Allegion plc are available at <https://investor.allegion.com/financial-information/annual-reports-and-proxies>.