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KJÆRULFF

PERSONLIGT ENGAGEMENT

STATSAUTORISERET
REVISIONSAKTIESELSKAB

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TE Connectivity (Denmark) ApS

Smedeland 13, 1., 2600 Glostrup

Company reg. no. 21 48 99 99

Annual report

1 October 2020 - 30 September 2021

The annual report was submitted and approved by the general meeting on the 26 January 2022.

Malin Maria Tränk
Chairman of the meeting

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 %.



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Management's report

Today, the board of directors and the executive board have presented the annual report of TE Connectivity (Denmark) ApS for the financial year 1 October 2020 - 30 September 2021.

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

We consider the accounting policies appropriate and, in our opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 30 September 2021 and of the company's results of activities in the financial year 1 October 2020 – 30 September 2021.

We are of the opinion that the management commentary presents a fair account of the issues dealt with.

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

Glostrup, 26 January 2022

Executive board

Susanne Bakke Henriksen

Patrick Segmueller

Board of directors

Malin Maria Tränk

Michael Thomas Gerosa

Harold Gregory Barksdale



Independent auditor's report

To the shareholders of TE Connectivity (Denmark) ApS

Opinion

We have audited the financial statements of TE Connectivity (Denmark) ApS for the financial year 1 October 2020 - 30 September 2021, which comprise income statement, statement of financial position, statement of changes in equity, notes and accounting policies. The financial statements have been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements present a fair view of the company's assets, equity and liabilities, and financial position at 30 September 2021 and of the results of the company's activities for the financial year 1 October 2020 - 30 September 2021 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with international standards on auditing and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the section "Auditor's responsibilities for the audit of the financial statements". 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.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation of financial statements that provide a fair view in accordance with the Danish Financial Statements Act. Management is also responsible for such internal control as the 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 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 including an opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with international standards on auditing, 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

As part of an audit conducted in accordance with international standards on auditing, and the additional requirements applicable in Denmark, we exercise professional judgment 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 the 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 preparation of the financial statements using the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists arising from 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 disclosures in notes, and whether the financial statements reflect the underlying transactions and events in a manner that presents a 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 the internal control that we identify during our audit.

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we express no assurance opinion thereon.



Independent auditor's report

In connection with our audit of the financial statements, it is our responsibility to read the management commentary and to consider whether the management commentary is materially inconsistent with the financial statements or the evidence obtained during the audit, or whether it otherwise appears to contain material misstatement.

Furthermore, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we believe that management commentary is consistent with the financial statements and that it has been prepared in accordance with the provisions of the Danish Financial Statement Act. We did not discover any material misstatement in the management commentary.

Copenhagen, 26 January 2022

Christensen Kjarulff

Company reg. no. 15 91 56 41

Anders Nielsen

State Authorised Public Accountant
mne42832



Company information

The company

TE Connectivity (Denmark) ApS
Smedeland 13, 1.
2600 Glostrup

Company reg. no. 21 48 99 99
Established: 1 January 1999
Domicile: Albertslund
Financial year: 1 October - 30 September

Board of directors

Malin Maria Tränk
Michael Thomas Gerosa
Harold Gregory Barksdale

Executive board

Susanne Bakke Henriksen
Patrick Segmueller

Auditors

Christensen Kjærulff
Statsautoriseret Revisionsaktieselskab
Store Kongensgade 68
1264 København K

Subsidiaries

Tyco Electronics Tecnologias S. de R.L. de C.V., Mexico
Tyco Submarine Systems S.A. de C.V., Mexico
Grangehurst Enterprises Pty Limited, Australia



Management commentary

The principal activities of the company

The Company's primary activities are the sale of electronic components to distributors and manufactures. The sales takes place directly from foreign suppliers. The Company receives a commission from its activities on the Danish market.

The Company also acts as a holding company.

Development in activities and financial matters

The revenue for the year totals DKK 9.792.000 against DKK 19.212.000 last year. Income or loss from ordinary activities after tax totals DKK -2.732.000 against DKK -3.413.000 last year. Management considers the net profit or loss for the year as expected.

Events occurring after the end of the financial year

The company faces challenges and financial risks due to the Corona virus / COVID-19. The company has taken a number of measures to ensure the health of the employees. The Corona /COVID-19 causes uncertainty both politically / socially and for the company as well. Current and any future political and economic measures that may be implemented could result in financial risks related to the company's operations and may possibly limit the company's trading opportunities.

However, the company's current and planned activities do not give rise to particular financial risks, and management expects the company's cash resources adequately secured.



Income statement 1 October - 30 September

All amounts in DKK.

<u>Note</u>	<u>2020/21</u>	<u>2019/20</u>
Net turnover	9.792.302	19.212.313
Production costs	<u>-863.952</u>	<u>-875.905</u>
Gross profit	8.928.350	18.336.408
Distribution costs	-5.771.677	-4.982.736
Administration costs	<u>-1.820.197</u>	<u>-12.180.558</u>
3 Other financial income	52.152	40.288
4 Other financial costs	<u>-4.120.731</u>	<u>-2.175.809</u>
Pre-tax net profit or loss	-2.732.103	-962.407
5 Tax on net profit or loss for the year	<u>0</u>	<u>-2.451.000</u>
Net profit or loss for the year	-2.732.103	-3.413.407
Proposed appropriation of net profit:		
Allocated from retained earnings	<u>-2.732.103</u>	<u>-3.413.407</u>
Total allocations and transfers	-2.732.103	-3.413.407



Statement of financial position at 30 September

All amounts in DKK.

Assets			
<u>Note</u>		<u>2021</u>	<u>2020</u>
Non-current assets			
6	Right-of-use assets	921.067	708.324
	Total property, plant, and equipment	921.067	708.324
7	Equity investments in group enterprises	3.033.515	3.033.515
8	Deposits	18.482	18.062
	Total investments	3.051.997	3.051.577
	Total non-current assets	3.973.064	3.759.901
Current assets			
	Amounts owed by group enterprises	53.502.783	50.052.980
	Other debtors	38.726	23.357
	Accrued income and deferred expenses	40.829	57.716
	Total receivables	53.582.338	50.134.053
	Total current assets	53.582.338	50.134.053
	Total assets	57.555.402	53.893.954



Statement of financial position at 30 September

All amounts in DKK.

Equity and liabilities			
<u>Note</u>		<u>2021</u>	<u>2020</u>
Equity			
	Contributed capital	500.000	500.000
	Results brought forward	12.668.854	-6.099.042
	Total equity	13.168.854	-5.599.042
Liabilities other than provisions			
	Leasing liabilities	918.500	708.324
9	Payables to group enterprises	41.190.358	55.600.000
	Total long term liabilities other than provisions	42.108.858	56.308.324
	Bank debts	64.891	71.836
	Trade creditors	86.003	84.067
	Debt to group enterprises	440.810	578.551
10	Other payables	1.685.986	2.450.218
	Total short term liabilities other than provisions	2.277.690	3.184.672
	Total liabilities other than provisions	44.386.548	59.492.996
	Total equity and liabilities	57.555.402	53.893.954

1 Uncertainties concerning recognition and measurement

2 Employee issues

11 Related parties



Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 October 2019	500.000	-2.685.635	-2.185.635
Profit or loss for the year brought forward	0	-3.413.407	-3.413.407
Equity 1 October 2020	500.000	-6.099.042	-5.599.042
Profit or loss for the year brought forward	0	-2.732.104	-2.732.104
Contributed capital	0	21.500.000	21.500.000
	500.000	12.668.854	13.168.854



Notes

All amounts in DKK.

1. Uncertainties concerning recognition and measurement

The Company has invested DKK 346 million in three companies which are measured in the financial statements at DKK 3 million. The investments have been written down for impairment based on the financial statements for 2019/20, as audited financial statements for 2020/21 are not yet available. Consequently, an uncertainty exists about the value.

	<u>2020/21</u>	<u>2019/20</u>
2. Employee issues		
Salaries and wages	5.230.721	4.590.091
Pension costs	476.428	381.068
Other costs for social security	43.577	36.821
	<u>5.750.726</u>	<u>5.007.980</u>
Average number of employees	<u>4</u>	<u>6</u>
3. Other financial income		
Interest, debt instruments	48.780	40.287
Other financial income	3.372	0
Exchange differences	0	1
	<u>52.152</u>	<u>40.288</u>
4. Other financial costs		
Financial costs, group enterprises	4.118.440	2.161.951
Other financial costs	2.291	13.858
	<u>4.120.731</u>	<u>2.175.809</u>
5. Tax on net profit or loss for the year		
Adjustment for the year of deferred tax	<u>0</u>	<u>2.451.000</u>
	<u>0</u>	<u>2.451.000</u>



Notes

All amounts in DKK.

	<u>30/9 2021</u>	<u>30/9 2020</u>
6. Right-of-use assets		
Cost 1 October 2020	936.870	0
Additions during the year	1.063.057	936.870
Disposals during the year	<u>-752.439</u>	<u>0</u>
Cost 30 September 2021	<u>1.247.488</u>	<u>936.870</u>
Depreciation and writedown 1 October 2020	-228.546	0
Amortisation and depreciation for the year	-358.772	-228.546
Reversal of depreciation, amortisation and impairment loss, assets disposed of	<u>260.897</u>	<u>0</u>
Depreciation and writedown 30 September 2021	<u>-326.421</u>	<u>-228.546</u>
Carrying amount, 30 September 2021	<u>921.067</u>	<u>708.324</u>
7. Equity investments in group enterprises		
Acquisition sum, opening balance 1 October 2020	<u>346.406.396</u>	<u>346.406.396</u>
Cost 30 September 2021	<u>346.406.396</u>	<u>346.406.396</u>
Revaluations, opening balance 1 October 2020	<u>-343.372.881</u>	<u>-343.372.881</u>
Revaluation 30 September 2021	<u>-343.372.881</u>	<u>-343.372.881</u>
Carrying amount, 30 September 2021	<u>3.033.515</u>	<u>3.033.515</u>
Group enterprises:		
	Domicile	Equity interest
Tyco Electronics Tecnologias S. de R.L. de C.V.	Mexico	99 %
Tyco Submarine Systems S.A. de C.V.	Mexico	100 %
Grangehurst Enterprises Pty Limited	Australia	100 %



Notes

All amounts in DKK.

	<u>30/9 2021</u>	<u>30/9 2020</u>
8. Deposits		
Cost 1 October 2020	18.062	19.228
Additions during the year	420	0
Disposals during the year	<u>0</u>	<u>-1.166</u>
Cost 30 September 2021	<u>18.482</u>	<u>18.062</u>
Carrying amount, 30 September 2021	<u>18.482</u>	<u>18.062</u>
9. Payables to group enterprises		
Total payables to group enterprises	<u>41.190.358</u>	<u>55.600.000</u>
Share of liabilities due after 5 years	<u>0</u>	<u>55.600.000</u>
10. Other payables		
Wages and salaries, personal income taxes, social security costs, etc payable	1.400.966	2.312.731
Other cost payable	<u>285.020</u>	<u>137.487</u>
	<u>1.685.986</u>	<u>2.450.218</u>

11. Related parties

Consolidated financial statements

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:

TE Connectivity Holding International I S.A., 46, Place Guillaume II, L-1648, Luxembourg.

The foreign consolidated financial statements can be obtained at www.te.com.



Accounting policies

The annual report for TE Connectivity (Denmark) ApS 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.

No consolidated financial statements have been prepared pursuant to section 112 (1) of the Danish Financial Statements Act. The financial statements of TE Connectivity (Denmark) ApS and its group enterprises are included in the consolidated financial statements for TE Connectivity Holding International I S.A.

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.

Certain financial assets and liabilities are measured at amortised cost, allowing a constant effective interest rate to be recognised during the useful life of the asset or liability. Amortised cost is recognised as the original cost less any payments, plus/less accrued amortisations of the difference between cost and nominal amount. In this way, capital losses and gains are allocated over the useful life of the liability.

Upon recognition and measurement, allowances are made for such predictable losses and risks which may arise prior to the presentation of the annual report and concern matters that exist on the reporting date.

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.



Accounting policies

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.

Group enterprises abroad, associates, and equity investments are considered to be independent entities. The income statements are translated at an average exchange rate for the month, and the balance sheet items are translated at the closing rates. Currency translation differences, arising from the translation of the equity of group enterprises abroad at the beginning of the year to the closing rate and from the translation of income statements from average prices to the closing rate, are recognised directly in equity in the fair value reserve. This also applies to differences arising from translation of income statements from average exchange rate to closing rate.

Translation adjustment of balances with group enterprises abroad that are considered part of the total investment in group enterprises are recognised directly in equity in the fair value reserve. Likewise, foreign exchange gains and losses on loans and derived financial instruments for currency hedging independent group enterprises abroad are recognised directly in equity.

When recognising foreign group enterprises which are integral units, the monetary items are translated using the closing rate. Non-monetary items are translated using the exchange rate prevailing at the time of acquisition or at the time of the subsequent revaluation or writedown for impairment of the asset. Income statement items are translated using the exchange rate prevailing at the date of the transaction. However, items in the income statement derived from non-monetary items are translated using historical prices.

Income statement

Revenue

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. Recognition of revenue is exclusive of VAT and taxes and less any discounts relating directly to sales.

Production costs

Production costs include the manufacturing and procurement costs incurred to achieve the revenue for the year. Direct and indirect manufacturing costs are recognized, including costs for raw materials and consumables, wages and salaries, energy consumption, maintenance, leasing and depreciation on production facilities, with adjustments for changes in finished goods inventories and work in progress.



Accounting policies

Distribution costs

Distribution costs comprise costs incurred for the distribution of goods sold during the year and for sales campaigns carried out during the year. Also, costs concerning sales staff, advertising and exhibitions costs, and amortisations.

Administration costs

Administration costs comprise costs incurred during the year concerning management and administration, including costs concerning administrative staff, the executive board, office premises, stationery and office supplies, and depreciations.

Cost of sales

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

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.

Statement of financial position

Leases

The enterprise will be applying IAS 17 as its base of interpretation for recognition of classification and recognition of leases.

At their initial recognition in the statement of financial position, leases concerning property, plant, and equipment where the company holds all essential risks and advantages associated with the proprietary right (finance lease) are measured either at fair value or at the present value of the future lease payments, whichever value is lower. When calculating the present value, the discount rate used is the internal rate of return of the lease or, alternatively, the borrowing rate of the enterprise. Hereafter, assets held under a finance lease are treated in the same way as other similar property, plant, and equipment.

The capitalised residual lease commitment is recognised in the statement of financial position as a liability other than provisions, and the interest part of the lease is recognised in the income statement for the term of the contract.



Accounting policies

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. Writedown 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.

Investments

Other financial instruments and equity investments

Other unlisted financial instruments are measured at cost. Writedown for impairment is done to the recoverable amount if this value is lower than the carrying amount.

Deposits

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

Receivables

Receivables are measured at amortised cost which usually corresponds to face value. In order to meet expected losses, they are written down for impairment to the net realisable value.

Prepayments and accrued income

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

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.