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# *Carrier Fire and Security Denmark Holding ApS*

Industriholmen - 17-19, DK-2650 Hvidovre

## Annual Report for 2023

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CVR No. 21 70 04 44

The Annual Report was  
presented and adopted  
at the Annual General  
Meeting of the  
company  
on 20/6 2024

Daniel Mark Thompson  
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 Carrier Fire and Security Denmark Holding ApS 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.

Hvidovre, 20 June 2024

## Executive Board

Sindre Utne  
CEO

## Board of Directors

Daniel Mark Thompson  
Chairman

Sindre Utne

Michael daniel Kovsky

# Independent Auditor's report

To the shareholder of Carrier Fire and Security Denmark Holding ApS

## Opinion

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.

We have audited the Financial Statements of Carrier Fire and Security Denmark Holding ApS 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").

## 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.

## 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.

## 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.

# Independent Auditor's report

## 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.
- 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.

Hellerup, 20 June 2024

**PricewaterhouseCoopers**

Statsautoriseret Revisionspartnerselskab

*CVR No 33 77 12 31*

Leif Ulbæk Jensen  
State Authorised Public Accountant  
mne23327

Thomas Lauritsen  
State Authorised Public Accountant  
mne34342

## Company information

<b>The Company</b>	Carrier Fire and Security Denmark Holding ApS Industriholmen - 17-19 2650 Hvidovre  Telephone: + 45 36 86 96 00  CVR No: 21 70 04 44 Financial period: 1 January - 31 December Municipality of reg. office: Hvidovre
<b>Board of Directors</b>	Daniel Mark Thompson, chairman Sindre Utne Michael daniel Kovsky
<b>Executive Board</b>	Sindre Utne
<b>Auditors</b>	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup
<b>Lawyers</b>	Gorrissen Federspiel Axeltorv DK - 1609 København V
<b>Bankers</b>	Nordea Commercial Banking Sjælland Vesterbrogade 8 DK - 0900 København C

# Management's review

## Key activities

The object of the Company is to act as a holding company, to acquire and own shares and other securities and to carry out other related activities.

## Development in the year

The income statement of the Company for 2023 shows a profit of DKK 6,119,540, and at 31 December 2023 the balance sheet of the Company shows a positive equity of DKK 104,813,777.

The Company's result is significantly impacted by the income from the investment in the subsidiary Autronica Fire and Security ApS of DKK 4.5 million (2022: DKK 4.6 million).

## 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
Other external expenses		-197,957	-247,959
<b>Gross loss</b>		<b>-197,957</b>	<b>-247,959</b>
Income from investments in subsidiaries	1	4,538,628	4,622,565
Financial income	2	2,225,380	176,160
<b>Profit/loss before tax</b>		<b>6,566,051</b>	<b>4,550,766</b>
Tax on profit/loss for the year	3	-446,511	15,571
<b>Net profit/loss for the year</b>		<b>6,119,540</b>	<b>4,566,337</b>

### Distribution of profit

	2023	2022
	DKK	DKK
<b>Proposed distribution of profit</b>		
Proposed dividend for the year	17,733,000	0
Retained earnings	-11,613,460	4,566,337
	<b>6,119,540</b>	<b>4,566,337</b>



## Balance sheet 31 December

### Assets

	Note	2023	2022
		DKK	DKK
Investments in subsidiaries	4	18,692,143	14,153,515
<b>Fixed asset investments</b>		<b>18,692,143</b>	<b>14,153,515</b>
<b>Fixed assets</b>		<b>18,692,143</b>	<b>14,153,515</b>
Receivables from group enterprises		86,394,712	84,566,954
Corporation tax		0	48,730
<b>Receivables</b>		<b>86,394,712</b>	<b>84,615,684</b>
<b>Cash at bank and in hand</b>		<b>358,133</b>	<b>37,538</b>
<b>Current assets</b>		<b>86,752,845</b>	<b>84,653,222</b>
<b>Assets</b>		<b>105,444,988</b>	<b>98,806,737</b>

# Balance sheet 31 December

## Liabilities and equity

	Note	2023	2022
		DKK	DKK
Share capital		80,800,000	80,800,000
Retained earnings		6,280,777	17,894,237
Proposed dividend for the year		17,733,000	0
<b>Equity</b>		<b>104,813,777</b>	<b>98,694,237</b>
Trade payables		200,984	112,500
Corporation tax		430,227	0
<b>Short-term debt</b>		<b>631,211</b>	<b>112,500</b>
<b>Debt</b>		<b>631,211</b>	<b>112,500</b>
<b>Liabilities and equity</b>		<b>105,444,988</b>	<b>98,806,737</b>
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## Statement of changes in equity

	Share capital	Retained earnings	Proposed dividend for the year	Total
	DKK	DKK	DKK	DKK
Equity at 1 January	80,800,000	17,894,237	0	98,694,237
Net profit/loss for the year	0	-11,613,460	17,733,000	6,119,540
<b>Equity at 31 December</b>	<b>80,800,000</b>	<b>6,280,777</b>	<b>17,733,000</b>	<b>104,813,777</b>

## Notes to the Financial Statements

	<u>2023</u>	<u>2022</u>
	DKK	DKK
<b>1. Income from investments in subsidiaries</b>		
Share of profits	<u>4,538,628</u>	<u>4,622,565</u>
	<b>4,538,628</b>	<b>4,622,565</b>
	<u>2023</u>	<u>2022</u>
	DKK	DKK
<b>2. Financial income</b>		
Interest received from group enterprises	2,220,672	176,059
Other financial income	<u>4,708</u>	<u>101</u>
	<b>2,225,380</b>	<b>176,160</b>
	<u>2023</u>	<u>2022</u>
	DKK	DKK
<b>3. Income tax expense</b>		
Current tax for the year	446,033	-15,571
Adjustment of tax concerning previous years	<u>478</u>	<u>0</u>
	<b>446,511</b>	<b>-15,571</b>

## Notes to the Financial Statements

	2023	2022
	DKK	DKK
<b>4. Investments in subsidiaries</b>		
Cost at 1 January	82,800,000	82,800,000
Cost at 31 December	82,800,000	82,800,000
Value adjustments at 1 January	-68,646,485	-73,269,050
Net profit/loss for the year	4,538,628	4,622,565
Value adjustments at 31 December	-64,107,857	-68,646,485
<b>Carrying amount at 31 December</b>	<b>18,692,143</b>	<b>14,153,515</b>

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Ownership
Autronica Fire and Security ApS	Hvidovre, Denmark	8.308.000	100%

## 5. Contingent assets, liabilities and other financial obligations

### Other contingent liabilities

The Danish group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group, with Carrier Transcold Scandinavia A/S as administration company. Moreover, the Danish group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income.

# Notes to the Financial Statements

## 6. 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>
Carrier Fire & Security Luxembourg S.a.r.l.	Luxembourg
Carrier Global Corporation	USA

The Group Annual Report of Carrier Global Corporation may be obtained at the following address:

Carrier Global Corporation  
13995 Pasteur Boulevard  
Palm Beach Gardens, Florida 33418  
USA

### Controlling interest

Carrier Fire & Security Luxembourg S.a.r.l. (Luxembourg) - Controlling shareholder  
Carrier Global Corporation, USA - Ultimate Parent Company

### Other related parties

Board of Directors and other Companies in which the Board of Directors have significant interests.

### Transactions

The Company has chosen only to disclose transactions which have not been made on an arm's length basis in accordance with section 98(c)(7) of the Danish Financial Statements Act.

Transactions with related parties solely comprise loans as well as management fee.

# Notes to the Financial Statements

## 7. Accounting policies

The Annual Report of Carrier Fire and Security Denmark Holding ApS 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.

### Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act and to the consolidated financial statements for 2023 of Carrier Global Corporation, the Company has not prepared consolidated financial statements.

### 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. Gains and losses 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.

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 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.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

## Income statement

### Other external expenses

Other external expenses comprise administration costs, audit fees etc.

# Notes to the Financial Statements

## Income from investments in subsidiaries

The item “Income from investments in subsidiaries” in the income statement includes the proportionate share of the profit for the year.

## 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.

The Company is jointly taxed with its wholly owned Danish subsidiary Autronica Fire and Security ApS as well as the other Danish companies in the Carrier Corporation Group. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

## Balance sheet

### Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The item “Investments in subsidiaries” in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition.

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to “Reserve for net revaluation under the equity method” under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in the subsidiaries.

Subsidiaries with a negative net asset value are recognised at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

### 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.

### Equity

#### Dividend

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

#### Dividend

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

### 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.



# Notes to the Financial Statements

## Financial liabilities

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