



Euro Shatal ApS

Murervej 5
6710 Esbjerg V
CVR No. 26927048

Annual report 2020

The Annual General Meeting adopted the
annual report on 03.06.2021

Josef Levy

Chairman of the General Meeting

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Entity details

Entity

Euro Shatal ApS

Murervej 5

6710 Esbjerg V

CVR No.: 26927048

Registered office: Esbjerg

Financial year: 01.01.2020 - 31.12.2020

Executive Board

Josef Levy, adm. dir

Noam Levy, direktør

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Dokken 8

6701 Esbjerg

Statement by Management

The Executive Board have today considered and approved the annual report of Euro Shatal ApS for the financial year 01.01.2020 - 31.12.2020.

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

In my opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020.

I believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

I recommend the annual report for adoption at the Annual General Meeting.

Esbjerg, 31.05.2021

Executive Board

Josef Levy
adm. dir

Noam Levy
direktør

Independent auditor's extended review report

To the shareholders of Euro Shatal ApS

Conclusion

We have performed an extended review of the financial statements of Euro Shatal ApS for the financial year 01.01.2020 - 31.12.2020, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

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 do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, 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 conclude that the management commentary is in accordance with 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 commentary.

Esbjerg, 31.05.2021

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Peder Rene Pedersen

State Authorised Public Accountant
Identification No (MNE) mne23334

Management commentary

Primary activities

The activities consist of trade with machinery to the construction industry.

Development in activities and finances

2020 was an unsatisfactory year for Euro Shatal ApS.

Income statement for 2020

| | Notes | 2020 EUR | 2019 EUR |
|--|-------|----------------|----------------|
| Gross profit/loss | 2 | 142,764 | 141,470 |
| Staff costs | 3 | (131,173) | (128,903) |
| Depreciation, amortisation and impairment losses | 4 | (2,118) | (2,680) |
| Operating profit/loss | | 9,473 | 9,887 |
| Other financial income | | 619 | 699 |
| Other financial expenses | 5 | (1,887) | (2,921) |
| Profit/loss for the year | | 8,205 | 7,665 |
| Proposed distribution of profit and loss | | | |
| Retained earnings | | 8,205 | 7,665 |
| Proposed distribution of profit and loss | | 8,205 | 7,665 |

Balance sheet at 31.12.2020

Assets

| | Notes | 2020 EUR | 2019 EUR |
|--|-------|----------------|----------------|
| Other fixtures and fittings, tools and equipment | | 5,349 | 7,467 |
| Leasehold improvements | | 0 | 0 |
| Property, plant and equipment | 6 | 5,349 | 7,467 |
| Investments in associates | | 8,350 | 8,350 |
| Other receivables | | 7,699 | 7,582 |
| Financial assets | 7 | 16,049 | 15,932 |
| Fixed assets | | 21,398 | 23,399 |
| Raw materials and consumables | | 455,959 | 498,411 |
| Inventories | | 455,959 | 498,411 |
| Trade receivables | | 96,935 | 125,627 |
| Receivables from associates | | 43,466 | 102,331 |
| Other receivables | | 2,542 | 822 |
| Receivables | | 142,943 | 228,780 |
| Cash | | 110,329 | 39,795 |
| Current assets | | 709,231 | 766,986 |
| Assets | | 730,629 | 790,385 |

Equity and liabilities

| | Notes | 2020 EUR | 2019 EUR |
|--|--------------|---------------------|---------------------|
| Contributed capital | | 16,738 | 16,738 |
| Retained earnings | | (71,020) | (79,225) |
| Equity | | (54,282) | (62,487) |
| Other payables | | 15,000 | 4,400 |
| Non-current liabilities other than provisions | 8 | 15,000 | 4,400 |
| Trade payables | | 7,349 | 51,367 |
| Other payables | 9 | 762,562 | 797,105 |
| Current liabilities other than provisions | | 769,911 | 848,472 |
| Liabilities other than provisions | | 784,911 | 852,872 |
| Equity and liabilities | | 730,629 | 790,385 |

Events after the balance sheet date

1

Statement of changes in equity for 2020

| | Contributed capital EUR | Retained earnings EUR | Total EUR |
|---------------------------|-------------------------------|-----------------------------|-----------------|
| Equity beginning of year | 16,738 | (79,225) | (62,487) |
| Profit/loss for the year | 0 | 8,205 | 8,205 |
| Equity end of year | 16,738 | (71,020) | (54,282) |

Notes

1 Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report. However, the outbreak of COVID-19 is expected to have an influence on markets but it is currently not possible to make a reliable estimate of the overall impact on the company and its result for 2021.

2 Gross profit/loss

Other operating income included in the gross profit includes compensation received from the support schemes regarding salaries and lost revenue that were established as a result of the outbreak and spread of COVID-19 in 2020, with EUR 9,8 thousand.

3 Staff costs

| | 2020 | 2019 |
|---------------------------------------|----------------|----------------|
| | EUR | EUR |
| Wages and salaries | 116,479 | 114,129 |
| Pension costs | 13,872 | 13,868 |
| Other social security costs | 822 | 906 |
| | 131,173 | 128,903 |
| Average number of full-time employees | 2 | 2 |

4 Depreciation, amortisation and impairment losses

| | 2020 | 2019 |
|---|--------------|--------------|
| | EUR | EUR |
| Depreciation of property, plant and equipment | 2,118 | 2,680 |
| | 2,118 | 2,680 |

5 Other financial expenses

| | 2020 | 2019 |
|--------------------------|--------------|--------------|
| | EUR | EUR |
| Other financial expenses | 1,887 | 2,921 |
| | 1,887 | 2,921 |

6 Property, plant and equipment

| | Other fixtures and fittings, tools and equipment EUR | Leasehold improvements EUR |
|---|--|----------------------------------|
| Cost beginning of year | 13,399 | 20,982 |
| Cost end of year | 13,399 | 20,982 |
| Depreciation and impairment losses beginning of year | (5,932) | (20,982) |
| Depreciation for the year | (2,118) | 0 |
| Depreciation and impairment losses end of year | (8,050) | (20,982) |
| Carrying amount end of year | 5,349 | 0 |

7 Financial assets

| | Investments in associates EUR | Other receivables EUR |
|------------------------------------|-------------------------------------|-----------------------------|
| Cost beginning of year | 8,350 | 7,582 |
| Additions | 0 | 117 |
| Cost end of year | 8,350 | 7,699 |
| Carrying amount end of year | 8,350 | 7,699 |

| Investments in associates | Registered in | Corporate form | Equity interest % |
|------------------------------|---------------|-------------------|-------------------------|
| Euro Shatal Deutschland GmbH | Gerstofen | GmbH | 33,3 |

8 Non-current liabilities other than provisions

| | Due after more than 12 months 2020 EUR |
|----------------|--|
| Other payables | 15,000 |
| | 15,000 |

9 Other payables

Within other payables, is 762.486 EURs liabilities to other companies with joint majority shareholder.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Public grants

Public grants are recognised when a final commitment has been received from the grantor and it is probable that the conditions of the grant will be fulfilled. Grants are recognised as income in the income statement as earned.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement

when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to plant and equipment comprise depreciation, amortisation and impairment losses for the financial year, and gains and losses from the sale of plant and equipment.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and transactions in foreign currencies, amortisation of financial assets, and tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Balance sheet

Property, plant and equipment

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

| | |
|--|---------|
| Other fixtures and fittings, tools and equipment | 5 years |
| Leasehold improvements | 5 years |

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Investments in associates

Investments in associates are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value, less writedowns for bad and doubtful debts.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Cash

Cash comprises bank deposits.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.