



## **Einhell Nordic A/S**

Rokhøj 26  
8520 Lystrup  
CVR No. 31622875

## **Annual report 2020**

The Annual General Meeting adopted the  
annual report on 11.02.2021

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**Lars Christian Bærentsen**

Chairman of the General Meeting

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# Entity details

## Entity

Einhell Nordic A/S

Rokhøj 26

8520 Lystrup

CVR No.: 31622875

Registered office: Aarhus

Financial year: 01.01.2020 - 31.12.2020

## Board of Directors

Lars Christian Bærentsen

Jan Ravn Kristoffersen

Andreas Kroiss

Heinz Walter Adolf Hoffmann

Alexander Schweikl

## Executive Board

Lars Christian Bærentsen, CEO

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus C

# Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Einhell Nordic A/S for the financial year 01.01.2020 - 31.12.2020.

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

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.

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

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

Lystrup, 11.02.2021

## Executive Board

**Lars Christian Bærentsen**  
CEO

## Board of Directors

**Lars Christian Bærentsen**

**Jan Ravn Kristoffersen**

**Andreas Kroiss**

**Heinz Walter Adolf Hoffmann**

**Alexander Schweikl**

# Independent auditor's extended review report

## To the shareholders of Einhell Nordic A/S

### Conclusion

We have performed an extended review of the financial statements of Einhell Nordic A/S 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.

Aarhus, 11.02.2021

#### **Deloitte**

Statsautoriseret Revisionspartnerselskab  
CVR No. 33963556

#### **Steen Andersen**

State Authorised Public Accountant  
Identification No (MNE) mne27730

# Management commentary

## Primary activities

The main activities are wholesale trade of Einhell products.

## Development in activities and finances

The company's income statement for the financial year 1. January 2020 - 31 December 2020 shows a gain of 6.320 t.kr.

The spread and outbreak of COVID-19 in 2020 have not had any substantial impact on the company's financial position and development so far.

## 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.

# Income statement for 2020

	Notes	2020 DKK	2019 DKK
<b>Gross profit/loss</b>		<b>2,952,503</b>	<b>(685,550)</b>
Depreciation, amortisation and impairment losses		(268,126)	(165,804)
<b>Operating profit/loss</b>		<b>2,684,377</b>	<b>(851,354)</b>
Other financial income		212,102	306,790
Other financial expenses		(406,327)	(314,168)
<b>Profit/loss before tax</b>		<b>2,490,152</b>	<b>(858,732)</b>
Tax on profit/loss for the year	1	3,830,000	0
<b>Profit/loss for the year</b>		<b>6,320,152</b>	<b>(858,732)</b>
<b>Proposed distribution of profit and loss</b>			
Ordinary dividend for the financial year		1,643,240	0
Retained earnings		4,676,912	(858,732)
<b>Proposed distribution of profit and loss</b>		<b>6,320,152</b>	<b>(858,732)</b>



# Balance sheet at 31.12.2020

## Assets

	Notes	2020 DKK	2019 DKK
Other fixtures and fittings, tools and equipment		835,351	331,625
<b>Property, plant and equipment</b>	2	<b>835,351</b>	<b>331,625</b>
Deferred tax		3,701,000	0
<b>Other financial assets</b>		<b>3,701,000</b>	<b>0</b>
<b>Fixed assets</b>		<b>4,536,351</b>	<b>331,625</b>
Manufactured goods and goods for resale		20,876,326	13,448,135
<b>Inventories</b>		<b>20,876,326</b>	<b>13,448,135</b>
Trade receivables		7,334,451	3,898,794
Other receivables		587,095	0
<b>Receivables</b>		<b>7,921,546</b>	<b>3,898,794</b>
<b>Cash</b>		<b>3,272,134</b>	<b>2,308,459</b>
<b>Current assets</b>		<b>32,070,006</b>	<b>19,655,388</b>
<b>Assets</b>		<b>36,606,357</b>	<b>19,987,013</b>

**Equity and liabilities**

	Notes	2020 DKK	2019 DKK
Contributed capital		500,000	500,000
Retained earnings		3,081,399	(2,053,608)
Proposed dividend		1,643,240	0
<b>Equity</b>		<b>5,224,639</b>	<b>(1,553,608)</b>
Prepayments received from customers		0	76,858
Trade payables		4,561,097	3,171,402
Payables to group enterprises		12,765,323	8,546,376
Payables to shareholders and management		12,755,270	8,140,716
Other payables		1,300,028	1,605,269
<b>Current liabilities other than provisions</b>		<b>31,381,718</b>	<b>21,540,621</b>
<b>Liabilities other than provisions</b>		<b>31,381,718</b>	<b>21,540,621</b>
<b>Equity and liabilities</b>		<b>36,606,357</b>	<b>19,987,013</b>

Financial instruments

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# Statement of changes in equity for 2020

	<b>Contributed capital DKK</b>	<b>Retained earnings DKK</b>	<b>Proposed dividend DKK</b>	<b>Total DKK</b>
Equity beginning of year	500,000	(2,053,608)	0	(1,553,608)
Value adjustments	0	587,095	0	587,095
Tax of entries on equity	0	(129,000)	0	(129,000)
Profit/loss for the year	0	4,676,912	1,643,240	6,320,152
<b>Equity end of year</b>	<b>500,000</b>	<b>3,081,399</b>	<b>1,643,240</b>	<b>5,224,639</b>

# Notes

## 1 Tax on profit/loss for the year

	2020 DKK	2019 DKK
Change in deferred tax	(3,830,000)	0
	<b>(3,830,000)</b>	<b>0</b>

## 2 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	497,429
Additions	771,852
<b>Cost end of year</b>	<b>1,269,281</b>
Depreciation and impairment losses beginning of year	(165,804)
Depreciation for the year	(268,126)
<b>Depreciation and impairment losses end of year</b>	<b>(433,930)</b>
<b>Carrying amount end of year</b>	<b>835,351</b>

## 3 Financial instruments

Other receivables contains a positiv value adjustment of exchange contracts of t.DKK 587. The exchange contracts cover the expected exchange risc for purchase in CNY. The contracts are signed with Einhell Germany AG.

# 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.

## Income statement

### Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods, 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.

### 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.

**Depreciation, amortisation and impairment losses**

Depreciation, amortisation and impairment losses relating to property, plant and equipment comprise depreciation, amortisation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of property, plant and equipment.

**Other financial income**

Other financial income comprises payables and transactions in foreign currencies etc.

**Other financial expenses**

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises etc.

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

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

**Balance sheet****Property, plant and equipment**

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

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.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	3 years
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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.

**Deferred tax**

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

**Inventories**

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

Cost consists of purchase price.

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

**Receivables**

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

**Cash**

Cash comprises cash in bank deposits.

**Dividend**

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity.

**Other financial liabilities**

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

**Prepayments received from customers**

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.