



Einhell Nordic A/S

Rokhøj 26
8520 Lystrup
CVR No. 31622875

Annual report 2021

The Annual General Meeting adopted the
annual report on 03.03.2022

Lars Christian Bærentsen

Chairman of the General Meeting

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Entity details

Entity

Einhell Nordic A/S

Rokhøj 26

8520 Lystrup

Business Registration No.: 31622875

Registered office: Aarhus

Financial year: 01.01.2021 - 31.12.2021

Board of Directors

Lars Christian Bærentsen

Jan Ravn Kristoffersen

Andreas Kroiss

Heinz Walter Adolf Hoffmann

Alexander Schweikl

Executive Board

Lars Christian Bærentsen

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 01.01.2021 - 31.12.2021.

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 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021.

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, 03.03.2022

Executive Board

Lars Christian Bærentsen

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 01.01.2021 - 31.12.2021, 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 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021 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' 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 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 conclusion 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, 03.03.2022

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Steen Andersen

State Authorised Public Accountant
Identification No (MNE) mne27730

Jonas Thøstesen Svensson

State Authorised Public Accountant
Identification No (MNE) mne47824

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 2021 shows a gain of 7.933 t.kr.

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 2021

	Notes	2021 DKK	2020 DKK
Gross profit/loss		11,168,835	2,952,503
Depreciation, amortisation and impairment losses		(424,997)	(268,126)
Operating profit/loss		10,743,838	2,684,377
Other financial income		370,901	212,102
Other financial expenses		(944,145)	(406,327)
Profit/loss before tax		10,170,594	2,490,152
Tax on profit/loss for the year	1	(2,237,751)	3,830,000
Profit/loss for the year		7,932,843	6,320,152
Proposed distribution of profit and loss			
Ordinary dividend for the financial year		4,045,668	1,643,240
Extraordinary dividend distributed in the financial year		1,580,030	0
Retained earnings		2,307,145	4,676,912
Proposed distribution of profit and loss		7,932,843	6,320,152

Balance sheet at 31.12.2021

Assets

	Notes	2021 DKK	2020 DKK
Other fixtures and fittings, tools and equipment		410,354	835,351
Property, plant and equipment	2	410,354	835,351
Deferred tax		1,518,408	3,701,000
Financial assets		1,518,408	3,701,000
Fixed assets		1,928,762	4,536,351
Manufactured goods and goods for resale		67,585,627	20,876,326
Inventories		67,585,627	20,876,326
Trade receivables		7,530,124	7,334,451
Other receivables		1,102,661	587,095
Prepayments		42,447	0
Receivables		8,675,232	7,921,546
Cash		34,814	3,272,134
Current assets		76,295,673	32,070,006
Assets		78,224,435	36,606,357

Equity and liabilities

	Notes	2021 DKK	2020 DKK
Contributed capital		500,000	500,000
Reserve for fair value adjustments of hedging instruments		814,005	0
Retained earnings		4,930,449	3,081,399
Proposed dividend		4,045,668	1,643,240
Equity		10,290,122	5,224,639
Bank loans		17,281	0
Prepayments received from customers		240,417	0
Trade payables		16,487,788	4,561,097
Payables to group enterprises		23,730,676	12,765,323
Payables to shareholders and management		25,737,826	12,755,270
Income tax payable		155,751	0
Other payables		1,564,574	1,300,028
Current liabilities other than provisions		67,934,313	31,381,718
Liabilities other than provisions		67,934,313	31,381,718
Equity and liabilities		78,224,435	36,606,357

Financial instruments

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Statement of changes in equity for 2021

	Contributed capital DKK	Reserve for fair value adjustments of hedging instruments DKK	Retained earnings DKK	Proposed extraordinary dividend DKK	Proposed dividend DKK
Equity beginning of year	500,000	0	3,081,399	0	1,643,240
Ordinary dividend paid	0	0	0	0	(1,643,240)
Extraordinary dividend paid	0	0	0	(1,580,030)	0
Value adjustments	0	1,043,600	0	0	0
Tax of entries on equity	0	(229,592)	0	0	0
Transfer to reserves	0	458,095	(458,095)	0	0
Dissolution of reserves	0	(458,098)	0	0	0
Profit/loss for the year	0	0	2,307,145	1,580,030	4,045,668
Equity end of year	500,000	814,005	4,930,449	0	4,045,668

	Total DKK
Equity beginning of year	5,224,639
Ordinary dividend paid	(1,643,240)
Extraordinary dividend paid	(1,580,030)
Value adjustments	1,043,600
Tax of entries on equity	(229,592)
Transfer to reserves	0
Dissolution of reserves	(458,098)
Profit/loss for the year	7,932,843
Equity end of year	10,290,122

Notes

1 Tax on profit/loss for the year

	2021 DKK	2020 DKK
Current tax	155,751	0
Change in deferred tax	2,082,000	(3,830,000)
	2,237,751	(3,830,000)

2 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	1,269,281
Cost end of year	1,269,281
Depreciation and impairment losses beginning of year	(433,930)
Depreciation for the year	(424,997)
Depreciation and impairment losses end of year	(858,927)
Carrying amount end of year	410,354

3 Financial instruments

Other receivables contains a positiv value adjustment of exchange contracts of t.DKK 1.044. 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 a few 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.

Derivative financial instruments

On initial recognition in the balance sheet, derivative financial instruments are measured at cost and subsequently at fair value, which has been calculated as the discounted value of expected future net cash flows by using an approximate risk-free interest rate adjusted for any factors that a potential market participant would attribute value to when acquiring the instrument. Derivative financial instruments are recognised in other receivables or other payables.

Changes in the fair value of derivative financial instruments classified as and complying with the requirements for hedging future transactions are recognised directly in the reserve for fair value adjustments of hedging instruments in equity. When the hedged transactions are realised, the accumulated changes are recognised as part of cost of the relevant financial statement items.

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.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

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.

Tax receivable or payable

Current tax receivable or payable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.