

STRABAG

STRABAG A/S

Hæstvej 46D

8380 Trige

CVR no. 33 87 43 91

Annual report 2020

Adopted at the annual general meeting on *25.02.* 2021



Till Lorenz Kampmann

Chairman

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Statement by Management on the annual report

The Board of Directors and Executive Board have today discussed and approved the annual report of STRABAG A/S for the financial year 1 January - 31 December 2020.

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 Company's financial position at 31 December 2019 and of the results of the company's operations for the financial year 1 January - 31 December 2020.

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

Management recommends that the annual report should be approved at the annual general meeting.

Aarhus, 18 February 2021

Executive Board



Till Lorenz Kampmann

Board of Directors



Danko Andreas Rupprecht
Chairman



Kathrin Mende



Till Lorenz Kampmann

Independent auditor's report

To the shareholder of STRABAG A/S

Opinion

We have audited the financial statements of STRABAG A/S for the financial year 1 January - 31 December 2020, which comprise an income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are 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 of the Company at 31 December 2020 and of the result of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company 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 rules and requirements.

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, for disclosing, as applicable, matters related to going concern and for 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.

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 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 the financial statements.

As part of an audit conducted in accordance with ISAs and additional requirements applicable in Denmark, we exercise professional judgement and maintain professional skepticism 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.

Independent auditor's report

- 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 in the notes, 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.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the 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 the Management's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statement Act.

Based on our procedures, we conclude that the 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 of the Management's review.

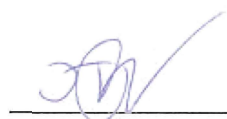
Aarhus, 18 February 2021

Deloitte Statsautoriseret Revisionspartnerselskab

CVR no. 33 96 35 56



Jacob Nørmark
state authorised public accountant
MNE-no.: mne30176



Jacob Tækker Nørgaard
state authorised public accountant
MNE-no.: mne40049

Company details

Name	STRABAG A/S
Address	Hæstvej 46D, 8380 Trige
CVR-no.	33 87 43 91
Financial year	1 January - 31 December
Incorporated	15 August 2011
Domicile	Aarhus
Board of Directors	Danko Andreas Rupprecht, Chairman Kathrin Mende Till Lorenz Kampmann
Executive Board	Till Lorenz Kampmann
Auditors	Deloitte Statsautoriseret Revisionspartnerselskab Værkmestergade 25 8000 Aarhus C

Management's review

The Company is a wholly-owned subsidiary of the Austrian construction group, STRABAG SE.

STRABAG A/S forms part of STRABAG SE and ranks among Europe's leading construction groups. In cooperation with the parent company, the Company is of high capacity and acts as a professional contractor and service provider for certain building construction activities and as a competent partner on projects suitable for such purposes.

There is currently no on-going projects in the Company.

The Company observes the Danish railway construction business with focus on the employment of mechanised track laying and maintenance machines.

Financial review

The Company reported a loss of DKK 429 thousand for 2020 against a loss of DKK 451 thousand in 2019. The Company's balance sheet at 31 December 2020 showed equity of DKK 475 thousand, against DKK 904 thousand in 2019.

STRABAG A/S is not directly affected by the COVID-19 outbreak and the restrictive measures taken by the Danish authorities. Obviously, it is not possible to carry out a specification in monetary terms of the economic consequences of COVID-19 for STRABAG A/S at present.

Income statement 1 January - 31 December

Note	2020 TDKK	2019 TDKK
Gross profit/loss	-260	-276
Profit/loss before financial income and expenses	-260	-276
2 Financial costs	-176	-175
Profit/loss before tax	-436	-451
3 Tax on profit/loss for the year	7	0
Net profit/loss for the year	-429	-451
Distribution of profit/loss		
Retained earnings	-429	-451
	-429	-451

Balance sheet 31 December

Note	2020 TDKK	2019 TDKK
Trade receivables	5	5
Receivables from group companies	403	0
Other receivables	0	19
Receivables	408	24
Cash	8.053	8.412
Current assets total	8.461	8.436
ASSETS TOTAL	8.461	8.436

Balance sheet 31 December

Note	2020 TDKK	2019 TDKK
EQUITY AND LIABILITIES		
Share capital	500	500
Retained earnings	-25	404
5 Equity	475	904
Payables to group companies	7.950	7.517
Corporation tax	0	0
Other payables	36	15
Current liabilities	7.986	7.532
EQUITY AND LIABILITIES TOTAL	8.461	8.436

- 1 Accounting policies
- 6 Contingent assets, liabilities and other financial obligations
- 7 Related parties
- 8 Post balance sheet

Statement of changes in equity

	Share Capital	Retained earnings	Total
Equity beginning of year	500	404	904
Net profit/loss for the year	-	-429	-429
Equity end of year	500	-25	475

Notes

1 Accounting policies

The annual report of STRABAG A/S for 2020 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B and elective choice of certain provisions applying to reporting class C entities.

The accounting policies applied by the Company are consistent with those of last year.

The annual report for 2020 is presented in DKK thousands.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

Income from the sale of services is recognised in the revenue on a straight-line basis as services are provided.

Gross margin

With reference to section 32 of the Danish Financial Statements Act, the items 'Revenue', 'Cost of sale', 'Other external expenses' and 'Other operating income' are consolidated into one item designated 'Gross profit/loss'.

Other external expenses

Other external expenses comprise expenses relating to distribution, sale, advertising, administration, premises, bad debts, operating leases, etc.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amount relating to the financial year. Net financials include interest income and expenses, realised and unrealised capital/exchange gains and losses on securities and foreign currency transactions, and surcharges and allowances under the advance-payment-of-tax scheme, etc.

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

Notes

Balance sheet

Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective indication that a receivable is impaired, which is measured on an individual basis.

Cash

Cash comprises bank deposits.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively.

Financial liabilities

Financial liabilities are measured at net realisable value.

Notes

	2020 TDKK	2019 TDKK
2 Financial costs		
Financial costs, group	119	112
Other financial costs	55	63
Exchange rate difference	2	0
	<u>176</u>	<u>175</u>
3 Tax on profit/loss for the year		
Current tax for the year	7	0
	<u>7</u>	<u>0</u>

4 Contingent assets, liabilities and other financial obligations

The Company is jointly taxed with the other Danish enterprises in the STRABAG Group. The company has joint and several unlimited liability together with the other enterprises for Danish corporation taxes and withholding taxes on dividends, interest and royalties within the joint taxation unit. Any subsequent corrections to the joint taxation income or withholding taxes, etc. may entail the Company's liability will increase.

5 Related parties

STRABAG A/S' related parties comprise the following:

Controlling interest

STRABAG SE, Triglavstr. 9, 9500 Villach/Austria.

Consolidated financial statements

The company is included in the group annual report of STRABAG SE, Austria.

The group annual report of STRABAG SE, Austria, may be obtained at the following address: www.strabag.com.