



Unilode Aviation Solutions Denmark ApS

Kystvejen 111
2791 Dragør
CVR No. 33886527

Annual report 01.07.2022 - 30.06.2023

The Annual General Meeting adopted the annual
report on 13.12.2023

Shruti Hasmukh Sachania
Chairman of the General Meeting

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Entity details

Entity

Unilode Aviation Solutions Denmark ApS
Kystvejen 111
2791 Dragør

Business Registration No.: 33886527
Registered office: Tårnby
Financial year: 01.07.2022 - 30.06.2023

Board of Directors

Shruti Hasmukh Sachania
Mark Peter Coates

Executive Board

Mark Peter Coates

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Egtved Allé 4
6000 Kolding

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Unilode Aviation Solutions Denmark ApS for the financial year 01.07.2022 - 30.06.2023.

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 30.06.2023 and of the results of its operations for the financial year 01.07.2022 - 30.06.2023.

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

We consider the preconditions for not auditing the financial statements for the financial year 01.07.2022 - 30.06.2023 as complied with.

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

Dragør, 13.12.2023

Executive Board

Mark Peter Coates

Board of Directors

Shruti Hasmukh Sachania

Mark Peter Coates

Independent auditor's compilation report

To Management of Unilode Aviation Solutions Denmark ApS

We have compiled the financial statements of Unilode Aviation Solutions Denmark ApS for the financial year 01.07.2022 - 30.06.2023 based on the Entity's bookkeeping records and other information Management has provided.

These financial statements comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies.

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist Management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Public Accountants Act and FSR – Danish Auditors' Code of Conduct for professional accountants, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile the financial statements are Management's responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the disclosures Management provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion about whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Kolding, 13.12.2023

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Morten Almtoft Lund

State Authorised Public Accountant
Identification No (MNE) mne41365

Management commentary

Primary activities

Unilode Aviation Solutions Denmark ApS undertakes specialist services for the aviation industry, including short-term solutions, repair and maintenance services.

Uncertainty relating to recognition and measurement

The company's parent company has undertaken to supply the company with liquidity, if the company cannot meet its own obligations for its own funds.

Unilode announced it was expanding its ULD leasing /MRO network in Europe and Asia. Having always had “great coverage” in Asia, Europe and the United States, the company's customers have been provided with strong connectivity.

The impact of the war in Ukraine on the aviation industry

The Russian-Ukrainian conflict, which has been ongoing since 2014, expanded to cover the entire territory of Ukraine on 24 February 2022 when Russia openly launched a military incursion.

Russia's largest airline, Aeroflot, announced that all flights to European destinations have been cancelled until further notice and also flights to some Central American destinations have been cancelled due to the closure of Canadian airspace.

European carriers faced a 11.1% decrease in cargo volumes in March 2023 compared to the same month in 2022.

The European market fell significantly, down 19.7% month on month as a result of the cancelled flights attributable to the war in Ukraine. Labour shortages and lower manufacturing activity in Asia due to Omicron variant of Covid-19 also affected demand in which capacity fell 4.9% in March 2022 compared to March 2021.

Income statement for 2022/23

	Notes	2022/23 DKK'000	2021/22 DKK'000
Gross profit/loss		1,181	2,571
Staff costs	2	(2,465)	(4,620)
Depreciation, amortisation and impairment losses		(107)	(86)
Operating profit/loss		(1,391)	(2,135)
Other financial expenses		(541)	(178)
Profit/loss before fair value adjustments and tax		(1,932)	(2,313)
Profit/loss for the year		(1,932)	(2,313)
Proposed distribution of profit and loss			
Retained earnings		(1,932)	(2,313)
Proposed distribution of profit and loss		(1,932)	(2,313)

Balance sheet at 30.06.2023

Assets

	Notes	2022/23 DKK'000	2021/22 DKK'000
Other fixtures and fittings, tools and equipment		135	171
Leasehold improvements		290	194
Property, plant and equipment	3	425	365
Other receivables		2	18
Financial assets		2	18
Fixed assets		427	383
Raw materials and consumables		1,316	967
Inventories		1,316	967
Trade receivables		122	162
Receivables from group enterprises		1,286	965
Other receivables		150	89
Prepayments		88	82
Receivables		1,646	1,298
Cash		107	469
Current assets		3,069	2,734
Assets		3,496	3,117

Equity and liabilities

	Notes	2022/23 DKK'000	2021/22 DKK'000
Contributed capital		81	81
Retained earnings		(9,871)	(7,939)
Equity		(9,790)	(7,858)
Payables to group enterprises		12,155	8,953
Other payables		179	450
Non-current liabilities other than provisions		12,334	9,403
Trade payables		160	85
Other payables		792	1,487
Current liabilities other than provisions		952	1,572
Liabilities other than provisions		13,286	10,975
Equity and liabilities		3,496	3,117
Going concern	1		
Unrecognised rental and lease commitments	4		
Group relations	5		

Statement of changes in equity for 2022/23

	Contributed capital DKK'000	Retained earnings DKK'000	Total DKK'000
Equity beginning of year	81	(7,939)	(7,858)
Profit/loss for the year	0	(1,932)	(1,932)
Equity end of year	81	(9,871)	(9,790)

Notes

1 Going concern

The company's parent company has undertaken to provide the necessary liquidity for the company's operations in the coming financial year. On the basis of this letter of comfort management determined that the financial statements can be presented in accordance with the going concern principle.

2 Staff costs

	2022/23 DKK'000	2021/22 DKK'000
Average number of full-time employees	9	7

3 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK'000	Leasehold improvements DKK'000
Cost beginning of year	901	388
Additions	44	123
Cost end of year	945	511
Depreciation and impairment losses beginning of year	(730)	(194)
Depreciation for the year	(80)	(27)
Depreciation and impairment losses end of year	(810)	(221)
Carrying amount end of year	135	290

4 Unrecognised rental and lease commitments

	2022/23 DKK'000	2021/22 DKK'000
Liabilities under rental or lease agreements until maturity in total	541	541

5 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:

Unilode Aviation Solutions Switzerland AG, Steinackerstrasse 2, Kloten 8302, Schweiz

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 one 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.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods and work in progress, 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 from the sale of services is recognised in the income statement when delivery is made 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, including gains from the sale of intangible assets and property, plant and equipment.

Costs of raw materials and consumables

Costs of raw materials and consumables comprise the consumption of raw materials and consumables for the financial year after adjustment for changes in inventories of these goods from the beginning to the end of the year. This item includes shrinkage, if any, and ordinary write-downs of the relevant inventories.

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 write-downs of receivables recognised in current assets.

Staff costs

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

Depreciation, amortisation and impairment losses

Amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment comprise amortisation, depreciation 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 intangible assets as well as property, plant and equipment.

Other financial expenses

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

Balance sheet**Property, plant and equipment**

Land and buildings, plant and machinery as well as other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

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:

	Useful life
Other fixtures and fittings, tools and equipment	2-10 years
Leasehold improvements	10 years

Property, plant and equipment 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.

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

Other financial liabilities

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