
Teledyne Denmark A/S

Fabriksvangen 13, DK-3550 Slangerup

Annual Report for 1 January - 31 December 2018

CVR No 35 03 17 15

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
10/06 2019

Robert Mehrabian
Chairman of the General
Meeting

Contents

	<u>Page</u>
Management's Statement and Auditor's Report	
Management's Statement	1
Independent Auditor's Report	2
Company Information	
Company Information	5
Management's Review	6
Financial Statements	
Income Statement 1 January - 31 December	7
Balance Sheet 31 December	8
Statement of Changes in Equity	10
Notes to the Financial Statements	11

Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Teledyne Denmark A/S for the financial year 1 January - 31 December 2018.

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 financial position at 31 December 2018 of the Company and of the results of the Company operations for 2018.

In our opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Slangerup, 10 June 2019

Executive Board

Robert Mehrabian
Executive Officer

Board of Directors

Robert Mehrabian

Aldo Pichelli

Susan Lee Main

Independent Auditor's Report

To the Shareholders of Teledyne Denmark A/S

Opinion

We have audited the Financial Statements of Teledyne Denmark A/S for the financial year 1 January - 31 December 2018, which comprise 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.

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2018 and of the results of the Company's operations for the financial year 1 January - 31 December 2018 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 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 requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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, disclosing, as applicable, matters related to going concern and 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 the 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 these Financial Statements.

Independent Auditor's Report

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism 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.
- 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, 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 Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

Independent Auditor's Report

In connection with our audit of the Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether 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 Management's Review provides the information required under the Danish Financials Statements Act.

Based on the work we have performed, in our view, 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 in Management's Review.

København, 10 June 2019

Deloitte

Statsautoriseret Revisionspartnerselskab

CVR No 33 96 35 56

Keld Juel Danielsen
statsautoriseret revisor
mne26741

Henrik Wolff Mikkelsen
statsautoriseret revisor
mne33747

Company Information

The Company

Teledyne Denmark A/S
Fabriksvangen 13
DK-3550 Slangerup

CVR No: 35 03 17 15
Financial period: 1 January - 31 December
Municipality of reg. office: Frederikssund

Board of Directors

Robert Mehrabian
Aldo Pichelli
Susan Lee Main

Executive Board

Robert Mehrabian

Auditors

Deloitte
Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
DK-2900 Hellerup

Management's Review

Financial Statements of Teledyne Denmark A/S for 2018 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The Annual Report has been prepared under the same accounting policies as last year.

Key activities

Teledyne Denmark A/S' primary activity consists of holding shares in Teledyne RESON A/S.

Market overview

Development in the year

The income statement of the Company for 2018 shows a profit of TDKK 0, and at 31 December 2018 the balance sheet of the Company shows equity of TDKK 410,812.

Income Statement 1 January - 31 December

	<u>Note</u>	<u>2018</u> TDKK	<u>2017</u> TDKK
Gross profit/loss		0	0
Income from investments in group enterprises		0	27.951
Profit/loss before tax		0	27.951
Tax on profit/loss for the year		0	0
Net profit/loss for the year		0	27.951

Distribution of profit

Proposed distribution of profit

Extraordinary dividend paid		0	27.951
Retained earnings		0	0
		0	27.951

Balance Sheet 31 December

Assets

	<u>Note</u>	<u>2018</u> TDKK	<u>2017</u> TDKK
Investments in subsidiaries	1	410.405	410.405
Fixed asset investments		410.405	410.405
Fixed assets		410.405	410.405
Receivables from group enterprises		432	432
Receivables		432	432
Currents assets		432	432
Assets		410.837	410.837

Balance Sheet 31 December

Liabilities and equity

	<u>Note</u>	<u>2018</u> TDKK	<u>2017</u> TDKK
Share capital		10.000	10.000
Retained earnings		<u>400.812</u>	<u>400.812</u>
Equity		<u>410.812</u>	<u>410.812</u>
Other provisions		<u>25</u>	<u>25</u>
Provisions		<u>25</u>	<u>25</u>
Liabilities and equity		<u>410.837</u>	<u>410.837</u>
Contingent assets, liabilities and other financial obligations	2		
Related parties	3		
Accounting Policies	4		

Statement of Changes in Equity

	<u>Share capital</u> TDKK	<u>Retained earnings</u> TDKK	<u>Total</u> TDKK
Equity at 1 January	10.000	400.812	410.812
Equity at 31 December	10.000	400.812	410.812

Notes to the Financial Statements

	2018	2017
	TDKK	TDKK
1 Investments in subsidiaries		
Cost at 1 January	410.405	410.405
Carrying amount at 31 December	410.405	410.405

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Votes and ownership	Equity	Net profit/loss for the year
	Slangerup			
Teledyne RESON A/S	Denmark	100%	386.218	170.216

2 Contingent assets, liabilities and other financial obligations

Contingent liabilities

The company is jointly taxed with other group companies and is jointly liable with the other group companies for unpaid payable and unsettled corporation and withholding taxes. Any subsequent corrections to the corporate tax and withholding taxes can lead to a higher liability for the Company.

Notes to the Financial Statements

3 Related parties

	Basis
Controlling interest	
Rhombi Holdings Ltd. United Kingdom	Parent company

Consolidated Financial Statements

Name	Place of registered office
Teledyne Technologies Inc.	Thousand Oaks, California, USA

The Group Annual Report of Teledyne Technologies Inc. may be obtained at the following address:
www.teledyne.com

Notes to the Financial Statements

4 Accounting Policies

The Annual Report of Teledyne Denmark A/S for 2018 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2018 are presented in TDKK.

Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act and to the consolidated financial statements of Teledyne Technologies Inc., the Company has not prepared consolidated financial statements.

The Financial Statements for Teledyne Denmark A/S and affiliated subsidiaries are included in the consolidated financial statements for Teledyne Technologies Inc., Thousands Oaks, California, US.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, 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.

Income Statement

Income from investments in group enterprises

Income from investments in group enterprises comprises the dividends received for the year.

Notes to the Financial Statements

4 Accounting Policies (continued)

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with wholly owned Danish subsidiaries. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes (full allocation with a refund concerning tax losses).

Balance Sheet

Investments in group enterprises

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

Impairment of fixed assets

Every year, investments in subsidiaries and associates are reviewed for impairment. Where there is indication of impairment, an impairment test is made for each individual asset or group of assets, respectively, generating independent cash flows. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount. Where an impairment loss is recognised on a group of assets, a loss must first be allocated to the goodwill and then to the other assets on a pro rata basis.

Receivables

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

Other financial liabilities

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