

# **General Dynamics European Land Systems Denmark ApS**

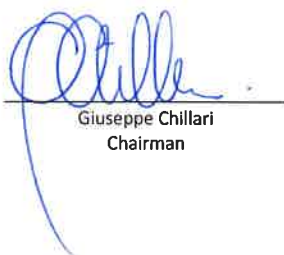
C/O TMF Denmark  
H.C. Andersens Boulevard 38, 3. th  
1553 København V

CVR No. 37389870

## **Annual Report 2022**

7. financial year

The Annual Report was presented and  
adopted at the Annual General Meeting of  
the Company on 17 May 2023



Giuseppe Chillari  
Chairman

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## **Management's Statement**

Today, Management has considered and adopted the Annual Report of General Dynamics European Land Systems Denmark ApS for the financial year 1 January 2022 - 31 December 2022.

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 assets, liabilities and financial position of the Company at 31 December 2022 and of the results of the Company's operations for the financial year 1 January 2022 - 31 December 2022.

In our opinion, the 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.

Copenhagen, 17 May 2023

### **Executive Board**



Alexander Yorck Fabian Kienle  
Manager



Giuseppe Chillari  
Manager

**Company details**

<b>Company</b>	General Dynamics European Land Systems Denmark ApS C/O TMF Denmark H.C. Andersens Boulevard 38, 3. th 1553 København V
E-mail	<a href="http://www.gdels.com">www.gdels.com</a>
CVR No.	37389870
Date of formation	15 January 2016
Financial year	1 January 2022 - 31 December 2022
<b>Executive Board</b>	Alexander Yorck Fabian Kienle Giuseppe Chillari

## **Management's Review**

### **The Company's principal activities**

The objects of the Company are services relating to the manufacture, production, servicing and support of military vehicles as well as any other activities related thereto.

### **Development in activities and the financial situation**

The Company was established at the beginning of the financial year 2016. The main business objective of the Company is to support the business of General Dynamics European Land Systems - Mowag GmbH in the territory of Denmark. The Company started its core operation during the financial year 2017.

The Company's Income Statement of the financial year 1 January 2022 - 31 December 2022 shows a result of DKK 170.246 and the Balance Sheet at 31 December 2022 a balance sheet total of DKK 1.529.389 and an equity of DKK 900.848.

### **Post financial year events**

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

## Accounting Policies

### Reporting Class

The annual report of General Dynamics European Land Systems Denmark ApS for 2022 has been presented 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.

### Reporting currency

The annual report is presented in Danish kroner.

## General information

### Basis of recognition and measurement

The financial statement have been prepared under the historical cost principle.

Income is recognised in the income statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortized cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortization, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

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

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the financial statement, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

### Foreign Currency Translation policies

During the year, transactions in foreign currencies have been translated applying the exchange rate at the transaction date. If currency positions are considered hedge of future cash flows, the value adjustments are recognised directly in equity.

Receivables and debt denominated in foreign currencies have been recognised at the exchange rate of the balance sheet date.

Realised and unrealised exchange gains and losses have been recognised in the income statement under other financial income and expenses..

## **Accounting Policies**

### **Income statement**

#### **Gross profit/loss**

The Company has aggregated the items "revenue", "other operating income" as well as external expenses. As income recognition criterion, the completed contract method is applied so that revenue comprises invoiced revenue for the year. Revenue is measured at fair value excl. VAT and less granted goods and customer discounts.

#### **Other operating income**

Other operating income comprises items of a secondary nature to the activities of the enterprises, including profits on sale of intangible and tangible assets.

#### **External expenses**

External expenses comprise selling costs, facility costs and administrative expenses.

#### **Staff costs**

Staff costs include wages and salaries including compensated absence and pension to the Companies employees, as well as other social security contributions etc. The item is deducted from refunds from public authorities.

#### **Other operating expenses**

Other operating expenses include financial statement items of a secondary nature in relation to the primary activity of the enterprise, including profit from sale of fixed assets.

#### **Other financial income and other financial expenses**

Financial income and expenses comprise interest, realised and unrealised exchange gains and losses as well as interest surcharge and interest reimbursements under the Danish Tax Prepayment Scheme.

#### **Tax on profit or loss for the year income taxes**

Tax on profit or loss for the year represents 22% of the book profit or loss adjusted for non-taxable and non-deductible items.

Tax on profit or loss for the year consists of the anticipated tax portion of the taxable income for the year adjusted for the changes for the year in deferred tax.

### **Balance sheet**

The balance sheet has been presented in account form.

#### **Fixed asset investments**

Other receivables recognised under fixed assets comprise loans and rental deposits measured at amortised cost, which usually corresponds to nominal amount. In events when the carrying amount exceeds the recoverable amount, impairment for loss is made to such lower value. Impairment for loss for the year is recognised in the income statement as impairment for loss of financial assets.

#### **Receivables**

Receivables are measured at amortized cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

#### **Prepayments**

Prepayments comprise costs incurred relating to subsequent financial years.

#### **Equity**

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

## **Accounting Policies**

### **Dividends**

Management's proposed dividends for the financial year is disclosed as a separate item in equity.

### **Deferred tax**

Deferred tax and the associated adjustments for the year are determined according to the liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Provision has been made for deferred tax by 22%.

Deferred tax assets which are not expected utilised within a few years have been disclosed in notes under contingent asset.

The tax-based values of tax losses carried forward are included in the statement of deferred tax if it is probable that the losses can be utilised.

### **Other liabilities other than provisions**

Other liabilities other than provisions have been measured at amortised cost which corresponds to nominal value.

### **Deferred income**

Deferred income consist of income received relating to subsequent financial years.



## Income Statement

	Note	2022 DKK	2021 DKK
<b>Gross profit</b>	1	<b>1.840.057</b>	<b>2.031.220</b>
Employee benefits expense	2	-1.621.195	-1.812.917
<b>Profit from ordinary operating activities</b>		<b>218.862</b>	<b>218.303</b>
Other finance income		0	170
Finance expenses	3	-459	-44
<b>Profit from ordinary activities before tax</b>		<b>218.403</b>	<b>218.429</b>
Tax expense on ordinary activities	4	-48.157	-46.942
<b>Profit</b>		<b>170.246</b>	<b>171.487</b>
<b>Proposed distribution of results</b>			
Retained earnings		170.246	171.487
<b>Distribution of profit</b>		<b>170.246</b>	<b>171.487</b>

Balance Sheet as of 31 December

	Note	2022 DKK	2021 DKK
<b>Assets</b>			
Long-term investments in group enterprises		16	16
<b>Investments</b>		<b>16</b>	<b>16</b>
<b>Fixed assets</b>		<b>16</b>	<b>16</b>
Short-term receivables from group enterprises		914.796	880.167
Short-term tax receivables		151.880	72.575
Other short-term receivables		7.064	4.896
<b>Receivables</b>		<b>1.073.740</b>	<b>957.638</b>
<b>Cash and cash equivalents</b>		<b>455.633</b>	<b>241.304</b>
<b>Current assets</b>		<b>1.529.373</b>	<b>1.198.942</b>
<b>Assets</b>		<b>1.529.389</b>	<b>1.198.958</b>

Balance Sheet as of 31 December

	Note	2022 DKK	2021 DKK
<b>Liabilities and equity</b>			
Contributed capital		50.000	50.000
Retained earnings		850.848	680.602
<b>Equity</b>		<b>900.848</b>	<b>730.602</b>
Payables to group enterprises		477.345	350.000
Tax payables		48.136	48.027
Other payables		103.060	70.329
<b>Short-term liabilities other than provisions</b>		<b>628.541</b>	<b>468.356</b>
<b>Liabilities other than provisions within the business</b>		<b>628.541</b>	<b>468.356</b>
<b>Liabilities and equity</b>		<b>1.529.389</b>	<b>1.198.958</b>
Contingent liabilities	5		
Collaterals and assets pledges as security	6		

## Statement of changes in Equity

	Contributed capital	Retained earnings	Total
Equity 1 January 2022	50.000	680.602	730.602
Profit (loss)	0	170.246	170.246
<b>Equity 31 December 2022</b>	<b>50.000</b>	<b>850.848</b>	<b>900.848</b>

The share capital has remained unchanged for the last 5 years.

## Notes

	2022 DKK	2021 DKK
<b>1. Gross profit</b>		
Revenue	<u>2.402.440</u>	<u>2.400.844</u>
External expenses	<u>562.383</u>	<u>369.624</u>
Costs	<u>562.383</u>	<u>369.624</u>
Gross profit	<u>1.840.057</u>	<u>2.031.220</u>
Gross profit in %	77%	85%
<b>2. Employee benefit expenses</b>		
Wages and salaries	1.419.993	1.624.932
Post-employment benefit expense	43.200	43.200
Social security contributions	8.291	3.983
Other employee expense	<u>149.711</u>	<u>140.802</u>
	<u>1.621.195</u>	<u>1.812.917</u>
Average number of employees	<u>1</u>	<u>2</u>
<b>3. Finance expenses</b>		
Other finance expenses	<u>459</u>	<u>44</u>
	<u>459</u>	<u>44</u>
<b>4. Tax expense</b>		
Corporate Tax Liability	<u>48.157</u>	<u>46.942</u>
	<u>48.157</u>	<u>46.942</u>

**5. Contingent liabilities**

No contingent liabilities exist at the balance sheet date.

**6. Collaterals and securities**

No securities or mortgages exist at the balance sheet date.