

Secto Automotive ApS

Hersegade 20
DK-4000 Roskilde

CVR no. 37 47 18 28

Annual report for the period 1 January – 31 December 2020

The annual report was presented and approved at the
Company's annual general meeting on

31 May 2021

Matias Kristoffer Henkola
Chairman

Contents

Statement by the Executive Board	2
Auditor's report on the compilation of financial statements	3
Management's review	4
Company details	4
Operating review	5
Financial statements 1 January – 31 December	6
Income statement	6
Balance sheet	7
Statement of changes in equity	8
Notes	9

Statement by the Executive Board

The Executive Board has today discussed and approved the annual report of Secto Automotive ApS for the financial year 1 January – 31 December 2020.

The annual report, which has not been audited, is presented in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2020 and of the results of the Company's operations for the financial year 1 January – 31 December 2020.

Further, in my opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

I recommend that the annual report be approved at the annual general meeting.

Roskilde, 31 May 2021
Executive Board:

Matias Kristoffer Henkola

Management confirms that the Company fulfills the requirements to be exempt of audit.



Auditor's report on the compilation of financial statements

To the Management of Secto Automotive ApS

We have compiled the financial statements of Secto Automotive ApS for the financial year 1 January – 31 December 2020 based on the Company's bookkeeping records and other information provided by you. The financial statements comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

We performed our work in accordance with ISRS 4410 *Engagements to Compile Financial Statements*.

We have applied our professional expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with the independence and other ethical requirements of the IESBA Codes of Ethics, which is based on fundamental principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

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

Copenhagen, 31 May 2021

KPMG

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Klaus Rytz
State Authorised
Public Accountant
mne33205

Secto Automotive ApS
Annual report 2020
CVR no. 37 47 18 28

Management's review

Company details

Secto Automotive ApS
Hersegade 20
4000 Roskilde

Telephone: 40 56 91 01

CVR no.: 37 47 18 28

Established: 23 February 2016

Registered office: Roskilde

Financial year: 1 January – 31 December

Executive Board

Matias Kristoffer Henkola

Annual general meeting

The annual general meeting will be held on 31 May 2021.

Management's review

Operating review

Principal activities

The Company's activities are commercial, rental and leasing of cars and light motor vehicles.

Development in activities and financial position

The Company's income statement for 2020 shows a profit of DKK -144,638 as against DKK -100,077 in 2019. Equity in the Company's balance sheet at 31 December 2020 stood at DKK -1,542,700 as against DKK -1,398,062 at 31 December 2019.

Financial resources

The Company has as a result of losses, lost the share capital of the Company. Management expects to re-establish the share capital by means of earnings in the coming years or capital contributions.

The Parent company, Secto Automotive Group OY, issued a letter of support committing to financially support the Company to the extent necessary so that, at any time, the Company can meet its obligations as they fall due. The letter of support is valid until the annual general meeting in 2021.

It is thus Management's opinion that the Company's financial resources are adequately secured for the Company to continue as a going concern for the coming financial year.

Reference is made to the financial statements, Note 4 on financial resources.

Financial statements 1 January – 31 December

Income statement

DKK	Note	2020	2019
Gross loss	2	<u>-74,386</u>	<u>-27,396</u>
Loss before financial income and expenses		<u>-74,386</u>	<u>-27,396</u>
Other financial expenses	3	<u>-70,252</u>	<u>-72,681</u>
Loss before tax		<u>-144,638</u>	<u>-100,077</u>
Tax on profit/loss for the year		<u>0</u>	<u>0</u>
Loss for the year		<u><u>-144,638</u></u>	<u><u>-100,077</u></u>
Proposed distribution of loss			
Retained earnings		<u>-144,638</u>	<u>-100,077</u>
		<u><u>-144,638</u></u>	<u><u>-100,077</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	31/12 2020	31/12 2019
ASSETS			
Current assets			
Receivables			
Other receivables		12,174	425
Cash at bank and in hand		8,816	16,388
Total current assets		20,990	16,813
TOTAL ASSETS		20,990	16,813
EQUITY AND LIABILITIES			
Equity			
Contributed capital		60,000	60,000
Retained earnings		-1,602,700	-1,458,062
Total equity		-1,542,700	-1,398,062
Liabilities			
Current liabilities			
Trade payables		29,376	0
Payables to group entities		1,510,814	1,391,375
Other payables		23,500	23,500
		1,563,690	1,414,875
Total liabilities		1,563,690	1,414,875
TOTAL EQUITY AND LIABILITIES		20,990	16,813
Financial resources	4		
Related party disclosures			

Financial statements 1 January – 31 December

Statement of changes in equity

DKK	Contributed capital	Retained earnings	Total
Equity at 1 January 2020	60,000	-1,458,062	-1,398,062
Transferred over the distribution of loss	0	-144,638	-144,638
Equity at 31 December 2020	60,000	-1,602,700	-1,542,700

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Secto Automotive ApS for 2020 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Income statement

Other external costs

Other external costs comprise distribution costs and costs related to sales, administration, office premises, etc.

Financial income and expenses

Financial expenses are recognised in the income statement at the amounts relating to the financial year.

Financial expenses comprise interest expense, gains and losses on payables and transactions denominated in foreign currencies, etc.

Tax on profit/loss for the year

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Liabilities

Liabilities are measured at net realisable value.

2 Staff costs

The Company does not have any full-time employees.

Financial statements 1 January – 31 December

Notes

3 Other financial expenses

DKK	2020	2019
Interest expense to group entities	72,216	67,738
Other financial costs	-1,964	4,943
	<u>70,252</u>	<u>72,681</u>

4 Financial resources

In the financial year, the Company has lost its share capital, and consequently, the Company is subject to the capital adequacy rules of the Danish Companies Act. Management expects to re-establish the share capital by means of earnings in the coming years or capital contributions.

The Parent company, Secto Topco OY, issued a letter of support committing to financially support the Company to the extent necessary so that, at any time, the Company can meet its obligations as they fall due. The letter of support is valid until the annual general meeting in 2021.

It is thus Management's opinion that the Company's financial resources are adequately secured for the Company to continue as a going concern for the coming financial year.