



## Precision Global ApS

Lansen 13 B  
9230 Svenstrup J  
CVR No. 38717723

## Annual report 01.04.2019 - 31.03.2020

The Annual General Meeting adopted the  
annual report on 29.05.2020

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**Jeppe Müller**

Chairman of the General Meeting

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# Entity details

## Entity

Precision Global ApS

Lansen 13 B

9230 Svenstrup J

CVR No.: 38717723

Registered office: Aalborg

Financial year: 01.04.2019 - 31.03.2020

## Executive Board

Jeppé Müller

Thomas Henrik Dresler Petersen

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Østre Havnepromenade 26, 4th floor

9000 Aalborg

# Statement by Management

The Executive Board have today considered and approved the annual report of Precision Global ApS for the financial year 01.04.2019 - 31.03.2020.

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 31.03.2020 and of the results of its operations for the financial year 01.04.2019 - 31.03.2020.

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

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

Svenstrup, 29.05.2020

**Executive Board**

**Jeppe Müller**

**Thomas Henrik Dresler Petersen**

# Independent auditor's extended review report

## To the shareholders of Precision Global ApS

### Conclusion

We have performed an extended review of the financial statements of Precision Global ApS for the financial year 01.04.2019 - 31.03.2020, which comprise the 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.03.2020 and of the results of its operations for the financial year 01.04.2019 - 31.03.2020 in accordance with the Danish Financial Statements Act.

### Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

### 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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

### Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

#### **Statement on the management commentary**

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with 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 commentary.

Aalborg, 29.05.2020

#### **Deloitte**

Statsautoriseret Revisionspartnerselskab  
CVR No. 33963556

#### **René Winther Pedersen**

State Authorised Public Accountant  
Identification No (MNE) mne34173

# Management commentary

## Primary activities

The companys purpose is to own shares in other companies as well as other related companies in the opinion of the Executive Board.

## Description of material changes in activities and finances

The result for the year before tax amounts to a gain of 8,820 t.DKK compared to a loss of 6,014 t.DKK last year. This is considered satisfactory. The result is supporting the continuous growth of the corporation, and there seems to be positive trends in all group enterprises.

Throughout the underlying companies, we have seen growth and activities picking up. Results in the Australian and British companies have been satisfactory, but activity has grown and the budget and expectation for next financial year is for a profitable result in both companies.

## Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report, apart from the COVID19 pandemic. The company cannot at this stage determine the impact of the global challenge, but the underlying companies have been taking whatever necessary steps to minimize costs. It is, however, our view that the situation will not impact the Defense business segment that much. Main effort for the company will be payment terms and a constant evaluation of non-Government entities and their ability to operate, both financial and technically.

# Income statement for 2019/20

	Notes	2019/20 DKK	2018/19 DKK
<b>Gross profit/loss</b>		<b>3,385,764</b>	<b>(3,618,361)</b>
Staff costs	1	(1,192,258)	(1,191,850)
Depreciation, amortisation and impairment losses		(8,415)	(130)
<b>Operating profit/loss</b>		<b>2,185,091</b>	<b>(4,810,341)</b>
Income from investments in group enterprises		6,661,311	(1,203,141)
Other financial income	2	125,406	12,002
Other financial expenses	3	(151,525)	(12,062)
<b>Profit/loss before tax</b>		<b>8,820,283</b>	<b>(6,013,542)</b>
Tax on profit/loss for the year	4	96,712	(81,955)
<b>Profit/loss for the year</b>		<b>8,916,995</b>	<b>(6,095,497)</b>
<b>Proposed distribution of profit and loss</b>			
Ordinary dividend for the financial year		2,000,000	0
Retained earnings		6,916,995	(6,095,497)
<b>Proposed distribution of profit and loss</b>		<b>8,916,995</b>	<b>(6,095,497)</b>



# Balance sheet at 31.03.2020

## Assets

	Notes	2019/20 DKK	2018/19 DKK
Other fixtures and fittings, tools and equipment		276,233	27,981
<b>Property, plant and equipment</b>	5	<b>276,233</b>	<b>27,981</b>
Investments in group enterprises		16,980,512	10,319,201
<b>Other financial assets</b>	6	<b>16,980,512</b>	<b>10,319,201</b>
<b>Fixed assets</b>		<b>17,256,745</b>	<b>10,347,182</b>
Receivables from group enterprises		5,132,788	0
Other receivables		312,150	800
Joint taxation contribution receivable		159,271	0
Prepayments		310,094	0
<b>Receivables</b>		<b>5,914,303</b>	<b>800</b>
<b>Cash</b>		<b>41,886</b>	<b>17,885</b>
<b>Current assets</b>		<b>5,956,189</b>	<b>18,685</b>
<b>Assets</b>		<b>23,212,934</b>	<b>10,365,867</b>

**Equity and liabilities**

	<b>Notes</b>	<b>2019/20</b> <b>DKK</b>	<b>2018/19</b> <b>DKK</b>
Contributed capital		50,000	50,000
Reserve for net revaluation according to the equity method		10,244,017	2,270,394
Retained earnings		290,411	1,347,041
Proposed dividend		2,000,000	0
<b>Equity</b>		<b>12,584,428</b>	<b>3,667,435</b>
Deferred tax		57,293	1,518
<b>Provisions</b>		<b>57,293</b>	<b>1,518</b>
Trade payables		159,190	90,860
Payables to group enterprises		10,370,697	6,311,869
Payables to shareholders and management		0	7,755
Income tax payable		0	242
Joint taxation contribution payable		0	116
Other payables		41,326	286,072
<b>Current liabilities other than provisions</b>		<b>10,571,213</b>	<b>6,696,914</b>
<b>Liabilities other than provisions</b>		<b>10,571,213</b>	<b>6,696,914</b>
<b>Equity and liabilities</b>		<b>23,212,934</b>	<b>10,365,867</b>
Unrecognised rental and lease commitments	7		
Contingent liabilities	8		

# Statement of changes in equity for 2019/20

	Contributed capital DKK	Reserve for net revaluation according to the equity method DKK	Retained earnings DKK	Proposed dividend DKK	Total DKK
Equity beginning of year	50,000	2,270,392	1,347,041	0	3,667,433
Transfer to reserves	0	7,973,625	(7,973,625)	0	0
Profit/loss for the year	0	0	6,916,995	2,000,000	8,916,995
<b>Equity end of year</b>	<b>50,000</b>	<b>10,244,017</b>	<b>290,411</b>	<b>2,000,000</b>	<b>12,584,428</b>

# Notes

## 1 Staff costs

	2019/20	2018/19
	DKK	DKK
Wages and salaries	1,038,364	1,078,864
Pension costs	148,500	108,000
Other social security costs	5,394	4,986
	<b>1,192,258</b>	<b>1,191,850</b>
Number of employees at balance sheet date	<b>1</b>	<b>1</b>

## 2 Other financial income

	2019/20	2018/19
	DKK	DKK
Financial income from group enterprises	125,406	12,002
	<b>125,406</b>	<b>12,002</b>

## 3 Other financial expenses

	2019/20	2018/19
	DKK	DKK
Financial expenses from group enterprises	151,431	1,561
Other interest expenses	94	10,261
Other financial expenses	0	240
	<b>151,525</b>	<b>12,062</b>

## 4 Tax on profit/loss for the year

	2019/20	2018/19
	DKK	DKK
Current tax	0	358
Change in deferred tax	55,775	1,518
Adjustment concerning previous years	6,784	80,079
Refund in joint taxation arrangement	(159,271)	0
	<b>(96,712)</b>	<b>81,955</b>

## 5 Property, plant and equipment

	<b>Other fixtures and fittings, tools and equipment DKK</b>
Cost beginning of year	28,111
Additions	256,667
<b>Cost end of year</b>	<b>284,778</b>
Depreciation and impairment losses beginning of year	(130)
Depreciation for the year	(8,415)
<b>Depreciation and impairment losses end of year</b>	<b>(8,545)</b>
<b>Carrying amount end of year</b>	<b>276,233</b>

## 6 Financial assets

	<b>Investments in group enterprises DKK</b>
Cost beginning of year	3,236,495
<b>Cost end of year</b>	<b>3,236,495</b>
Revaluations beginning of year	7,082,706
Share of profit/loss for the year	6,661,311
<b>Revaluations end of year</b>	<b>13,744,017</b>
<b>Carrying amount end of year</b>	<b>16,980,512</b>

<b>Investments in subsidiaries</b>	<b>Registered in</b>	<b>Corporate form</b>	<b>Equity interest %</b>
Precision Technic Defence A/S	Svenstrup	A/S	100,0
Precision Technic Defence GmbH	Hamborg	GmbH	100,0
Precision Technic Defence Pty Ltd	Applecross WA	Ltd	100,0
Precision Technic Defence Ltd	London	Ltd	100,0

## 7 Unrecognised rental and lease commitments

	2019/20	2018/19
	DKK	DKK
Liabilities under rental or lease agreements until maturity in total	<b>108,608</b>	<b>88,476</b>

## 8 Contingent liabilities

The Entity serves as the administration company in a Danish joint taxation arrangement. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for these entities.

# 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 certain 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.

## Income statement

### Gross profit or loss

Gross profit or loss comprises revenue and external expenses.

### Revenue

Revenue consists of group internal management fees. 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 discount and is measured at fair value of the consideration fixed.

### Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities etc.

### 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

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, and gains and losses from the sale of intangible assets and property, plant and equipment.

**Income from investments in group enterprises**

Investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of intra-group profits or losses.

**Other financial income**

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, payables and transactions in foreign currencies as well as tax relief under the Danish Tax Prepayment Scheme etc.

**Other financial expenses**

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

**Tax on profit/loss for the year**

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with all Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

**Balance sheet****Property, plant and equipment**

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

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. For assets held under finance leases, cost is the lower of the asset's fair value and present value of future lease payments.

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:

Other fixtures and fittings, tools and equipment	3 years
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Estimated useful lives and residual values are reassessed annually. Residual values are valued at 0 DKK.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.



**Investments in group enterprises**

Investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value. Refer to the above section on business combinations for more details about the accounting policies used on acquisitions of investments in group enterprises.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation will involve a loss, a provision is recognised that is measured at present value of the costs necessary to settle the obligations at the balance sheet date.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to reserve for net revaluation according to the equity method in equity.

Investments in group enterprises 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.

**Joint taxation contributions receivable or payable**

Current joint taxation contributions payable or joint taxation contributions receivable are recognised in the balance sheet, calculated as tax computed on the taxable income for the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.

**Prepayments**

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

**Cash**

Cash comprises cash in hand and bank deposits.

**Dividend**

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity.

**Deferred tax**

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset or the planned settlement of each liability.

**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.

**Income tax receivable or payable**

Current tax receivable or payable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.