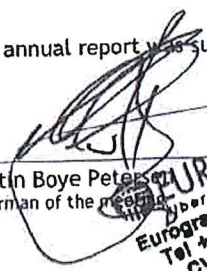


Eurograte Nordic ApS
Søndergade 113, 6600 Vejen

Annual report
1 January - 31 December 2023

Company reg. no. 40 29 73 75

The annual report was submitted and approved by the general meeting on the 14 June 2024.


Martin Boye Petersen
Chairman of the meeting

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Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Management's statement

Today, the board of directors and the managing director have presented the annual report of Eurograte Nordic ApS for the financial year 1 January - 31 December 2023.

The annual report has been presented in accordance with the Danish Financial Statements Act.

We consider the accounting policies appropriate and, in our opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 31 December 2023 and of the company's results of activities in the financial year 1 January - 31 December 2023.

The board of directors and the managing director consider the conditions for audit exemption of the 2023 financial statements to be met.

We are of the opinion that the management commentary presents a fair account of the issues dealt with.

We recommend that the annual report be approved at the Annual General Meeting.

Vejen, 14 June 2024.

Managing Director


Martin Boye Petersen
EUROGRATE
fiberline og profiler
Eurograte Nordic ApS
Tel +45 7026 3200
CVR 40297375

Board of directors


Bruno Franceschi

Practitioner's compilation report

To the Shareholder of Eurograte Nordic ApS

We have compiled the financial statements of Eurograte Nordic ApS for the financial year 1 January - 31 December 2023 based on the company's bookkeeping and on information you have provided.

These financial statements comprise a summary of significant accounting policies, income statement, balance sheet and notes.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), 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 requirements under the Danish Act on Approved Auditors and Audit Firms and International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) including 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 on whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Esbjerg, 14 June 2024.

Martinsen

State Authorised Public Accountants
Company reg. no. 32 28 52 01



Alexander Hardy Josef Müller
Rasmussen
State Authorised Public Accountant
mne24721

Company information

The company	Eurograte Nordic ApS Søndergade 113 6600 Vejen
	Company reg. no. 40 29 73 75 Established: 28 February 2019 Domicile: Vejen Financial year: 1 January - 31 December 5th financial year
Board of directors	Bruno Franceschi
Managing Director	Martin Boye Petersen
Auditors	Martinsen Statsautoriseret Revisionspartnerselskab Edison Park 4 6715 Esbjerg N
Parent company	Eurograte S.R.L

Management´s review

The principal activities of the company

Like previous years, the principal activities are to trade in Fiberglass products, Safety solutions and related business.

Development in activities and financial matters

The gross profit for the year totals DKK 627.683 against DKK 1.467.738 last year. Income or loss from ordinary activities after tax totals DKK -446.069 against DKK 645.888 last year.

Capital resources

The company's equity amounts to DKK -1.046.832. The company's equity totalled is less than half of the subscribed capital. The Company is therefore covered with the Danish Companies Act section 119. The equity is expected to be re-established by future earnings.

The parent company has provided financial support and signed a support letter to fund the company with cash required to meet its obligations.

Expected developments

In 2024 we foresee growth in turnover and a positive result.

Accounting policies

The annual report for Eurograte Nordic ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

Income statement

Gross profit

Gross profit comprises the revenue, changes in inventories of finished goods, and work in progress, own work capitalised, other operating income, and external costs.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Revenue is measured at the fair value of the consideration promised exclusive of VAT and taxes and less any discounts relating directly to sales.

Contract work in progress concerning construction contracts is recognised in the revenue concurrently with the production process. Thus, the revenue corresponds to the selling price of the total yearly production (the production method). The revenue is recognised when the total income and costs of the contract and the stage of completion on the reporting date can be reliably validated and it is deemed probable that the financial benefits will flow to the company.

Cost of sales comprises costs concerning purchase of raw materials and consumables less discounts and changes in inventories.

Other external costs comprise costs incurred for distribution, sales, advertising, administration, premises, loss on receivables, and operational leasing costs.

Staff costs

Staff costs include salaries and wages, including holiday allowances, pensions, and other social security costs, etc., for staff members.

Depreciation, amortisation, and writedown for impairment

Depreciation, amortisation, and writedown for impairment comprise depreciation on, amortisation of, and writedown for impairment of intangible and tangible assets, respectively.

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

Accounting policies

Tax on net profit or loss for the year

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

Statement of financial position

Property, plant, and equipment

Equipment are measured at cost less accrued depreciation and writedown for impairment..

The depreciable amount is cost less any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the carrying amount, the depreciation is discontinued.

Depreciation is done on a straight-line basis according to an assessment of the expected useful life:

	Useful life
Other fixtures and fittings, tools and equipment	3-5 years

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Profit or loss derived from the disposal of property, land, and equipment is measured as the difference between the sales price less selling costs and the carrying amount at the date of disposal. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

Impairment loss relating to non-current assets

The carrying amount of both intangible and tangible fixed assets are subject to annual impairment tests in order to disclose any indications of impairment beyond those expressed by amortisation and depreciation respectively.

If indications of impairment are disclosed, impairment tests are carried out for each individual asset or group of assets, respectively. Writedown for impairment is done to the recoverable amount if this value is lower than the carrying amount.

The recoverable amount is the higher value of value in use and selling price less expected selling cost. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the asset group and expected net cash flows from the sale of the asset or the asset group after the end of their useful life.

Previously recognised impairment losses are reversed when conditions for impairment no longer exist. Impairment relating to goodwill is not reversed.

Accounting policies

Investments

Deposits

Deposits are measured at amortised cost and represent lease deposits, etc.

Inventories

Inventories are measured at cost according to the FIFO method. In cases when the net realisable value of the inventories is lower than the cost, the latter is written down for impairment to this lower value.

Costs of goods for resale, raw materials, and consumables comprise acquisition costs plus delivery costs.

The net realisable value for inventories is recognised as the estimated selling price less costs of completion and selling costs. The net realisable value is determined with due consideration of negotiability, obsolescence, and the development of expected market prices.

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

Prepayments and accrued income

Prepayments and accrued income recognised under assets comprise incurred costs concerning the following financial year.

Cash on hand and demand deposits

Cash on hand and demand deposits comprise cash at bank and on hand.

Liabilities other than provisions

Financial liabilities other than provisions related to borrowings are recognised at the received proceeds less transaction costs incurred. In subsequent periods, the financial liabilities are recognised at amortised cost, corresponding to the capitalised value when using the effective interest rate. The difference between the proceeds and the nominal value is recognised in the income statement during the term of the loan.

Mortgage loans and bank loans are thus measured at amortised cost which, for cash loans, corresponds to the outstanding payables. For bond loans, the amortised cost corresponds to an outstanding payable calculated as the underlying cash value at the date of borrowing, adjusted by amortisation of the market value on the date of the borrowing effectuated over the repayment period.

Also, capitalised residual leasing liabilities associated with financial leasing contracts are recognised in the financial liabilities.

Liabilities other than provisions relating to investment properties are measured at amortised cost.

Accounting policies

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2023</u>	<u>2022</u>
Gross profit	627.683	1.467.738
1 Staff costs	-1.049.345	-797.794
Depreciation and impairment of property, land, and equipment	-3.050	-3.050
Operating profit	-424.712	666.894
2 Other financial costs	-21.357	-21.006
Pre-tax net profit or loss	-446.069	645.888
Tax on net profit or loss for the year	0	0
Net profit or loss for the year	-446.069	645.888
Proposed distribution of net profit:		
Transferred to retained earnings	0	645.888
Allocated from retained earnings	-446.069	0
Total allocations and transfers	-446.069	645.888

Balance sheet at 31 December

All amounts in DKK.

Assets		<u>2023</u>	<u>2022</u>
<u>Note</u>			
Non-current assets			
3	Other fixtures and fittings, tools and equipment	3.812	6.862
	Total property, plant, and equipment	<u>3.812</u>	<u>6.862</u>
4	Deposits	13.500	13.500
	Total investments	<u>13.500</u>	<u>13.500</u>
	Total non-current assets	<u>17.312</u>	<u>20.362</u>
Current assets			
	Manufactured goods and goods for resale	658.141	550.782
	Total inventories	<u>658.141</u>	<u>550.782</u>
	Trade receivables	173.954	2.628.045
	Prepayments and accrued income	159.355	15.700
	Total receivables	<u>333.309</u>	<u>2.643.745</u>
	Cash on hand and demand deposits	550.188	455.333
	Total current assets	<u>1.541.638</u>	<u>3.649.860</u>
	Total assets	<u>1.558.950</u>	<u>3.670.222</u>

Balance sheet at 31 December

All amounts in DKK.

Equity and liabilities			
<u>Note</u>		<u>2023</u>	<u>2022</u>
	Equity		
5	Contributed capital	50.000	50.000
6	Retained earnings	-1.066.833	-620.764
	Total equity	<u>-1.016.833</u>	<u>-570.764</u>
	Liabilities other than provisions		
	Bank loans	2.172	1.393
	Trade payables	183.128	48.190
	Payables to group enterprises	1.799.458	2.272.458
	Other payables	591.025	1.918.945
	Total short term liabilities other than provisions	<u>2.575.783</u>	<u>4.240.986</u>
	Total liabilities other than provisions	<u>2.575.783</u>	<u>4.240.986</u>
	Total equity and liabilities	<u>1.558.950</u>	<u>3.670.222</u>
7	Charges and security		
8	Contingencies		

Notes

All amounts in DKK.

	<u>2023</u>	<u>2022</u>
1. Staff costs		
Salaries and wages	937.652	692.951
Pension costs	103.950	99.000
Other costs for social security	7.743	5.843
	<u>1.049.345</u>	<u>797.794</u>
 Average number of employees	 <u>2</u>	 <u>1</u>
 2. Other financial costs		
Other financial costs	21.357	21.006
	<u>21.357</u>	<u>21.006</u>
	 <u>31/12 2023</u>	 <u>31/12 2022</u>
3. Other fixtures and fittings, tools and equipment		
Cost opening balance	15.250	15.250
Cost end of period	15.250	15.250
Depreciation and writedown opening balance	-8.388	-5.338
Depreciation for the year	-3.050	-3.050
Depreciation and writedown end of period	-11.438	-8.388
Carrying amount, end of period	<u>3.812</u>	<u>6.862</u>
 4. Deposits		
Cost opening balance	13.500	13.500
Cost end of period	13.500	13.500
Carrying amount, end of period	<u>13.500</u>	<u>13.500</u>

Notes

All amounts in DKK.

	<u>31/12 2023</u>	<u>31/12 2022</u>
5. Contributed capital		
Contributed capital opening balance	50.000	50.000
	<u>50.000</u>	<u>50.000</u>
6. Retained earnings		
Retained earnings opening balance	-620.764	-1.266.652
Profit or loss for the year brought forward	-446.069	645.888
	<u>-1.066.833</u>	<u>-620.764</u>
7. Charges and security		
None.		
8. Contingencies		
Contingent liabilities		
The company has entered into a contract regarding rent with a notice period of 6 months. The rent during the notice period amounts to DKK 33.000.		