
AVAtronics ApS

Peter Bangs Vej 17, DK-7600 Struer

Annual Report for 2022

CVR No. 40 72 18 35

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 19/4 2023

Jeyran Hezaveh
Schweiz
Chairman of the
general meeting



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Management's statement

The Executive Board has today considered and adopted the Financial Statements of AVAtronics ApS for the financial year 1 January - 31 December 2022.

The Annual Report is prepared in accordance with the Danish Financial Statements Act. The Company complies with the exemption provisions governing the omission to have its Financial Statements audited.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2022 of the Company and of the results of the Company operations for 2022.

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

We recommend that the Financial Statements be adopted at the Annual General Meeting.

Struer, 19 April 2023

Executive Board

Jeyran Hezaveh Schweiz
Manager

Amirhooshang Farahaniamani
Manager

Practitioner's Statement on Compilation of Financial Statements

To the Management of AVAtronics ApS

We have compiled the Financial Statements of AVAtronics ApS for the financial year 1 January - 31 December 2022 on the basis of the Company's accounting records and other information you have provided.

The Financial Statements comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies.

We performed our work in accordance with ISRS 4410, Engagements to Compile Financial Information.

Based on our professional expertise, we have assisted you with the preparation and presentation of the Financial Statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Act on Approved Auditors and Audit Firms and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code), including the principles of integrity, objectivity, professional competence and due care.

The Financial Statements and the accuracy and completeness of the information forming the basis of the compilation of the Financial Statements are your responsibility.

As an engagement to compile financial information is not an assurance engagement, we are under no duty to verify the accuracy or completeness of the information you provided to us to compile the Financial Statements. Accordingly, we express no audit opinion or review opinion as to whether the Financial Statements have been prepared in accordance with the Danish Financial Statements Act.

Herning, 19 April 2023

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Poul Spencer Poulsen

State Authorised Public Accountant

mne23324

Company information

The Company	AVAtronics ApS Peter Bangs Vej 17 DK-7600 Struer CVR No: 40 72 18 35 Financial period: 1 January - 31 December Incorporated: 6 August 2019 Financial year: 4th financial year Municipality of reg. office: Struer
Executive board	Jeyran Hezaveh Schweiz Amirhooshang Farahaniamani
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Platanvej 4 7400 Herning

Management's review

Key activities

The company's most important activity is to develop electronic products as well as related business.

Development in the year

The income statement of the Company for 2022 shows a profit of DKK 85,938, and at 31 December 2022 the balance sheet of the Company shows positive equity of DKK 31,256.

The executive management expects that future financial results will reestablish the share capital.

Uncertainty relating to recognition and measurement

There has been no uncertainty regarding recognition and measurement in the Annual Report.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Income statement 1 January - 31 December

	Note	2022 DKK	2021 DKK
Gross profit		1,458,485	1,054,741
Staff expenses	1	-1,347,186	-968,741
Depreciation and impairment losses of property, plant and equipment		-18,170	-18,170
Profit/loss before financial income and expenses		93,129	67,830
Financial income	2	98	0
Financial expenses		-579	-1,631
Profit/loss before tax		92,648	66,199
Tax on profit/loss for the year	3	-6,710	0
Net profit/loss for the year		85,938	66,199

Distribution of profit

	2022 DKK	2021 DKK
Proposed distribution of profit		
Retained earnings	85,938	66,199
	85,938	66,199

Balance sheet 31 December

Assets

	Note	2022 DKK	2021 DKK
Other fixtures and fittings, tools and equipment		7,633	25,803
Property, plant and equipment	4	7,633	25,803
Deposits	5	14,000	14,000
Fixed asset investments		14,000	14,000
Fixed assets		21,633	39,803
Other receivables		15,649	20,524
Receivables		15,649	20,524
Cash at bank and in hand		148,872	83,943
Current assets		164,521	104,467
Assets		186,154	144,270

Balance sheet 31 December

Liabilities and equity

	Note	2022	2021
		DKK	DKK
Share capital		40,000	40,000
Retained earnings		-8,744	-94,682
Equity		31,256	-54,682
Trade payables		36,007	5,797
Corporation tax		6,710	0
Other payables		112,181	193,155
Short-term debt		154,898	198,952
Debt		154,898	198,952
Liabilities and equity		186,154	144,270

Accounting Policies

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Statement of changes in equity

	Share capital	Retained earnings	Total
	DKK	DKK	DKK
Equity at 1 January	40,000	-94,682	-54,682
Net profit/loss for the year	0	85,938	85,938
Equity at 31 December	40,000	-8,744	31,256

Notes to the Financial Statements

	2022	2021
	DKK	DKK
1. Staff Expenses		
Wages and salaries	1,222,186	870,051
Pensions	113,165	92,207
Other social security expenses	11,835	6,483
	<u>1,347,186</u>	<u>968,741</u>
 Average number of employees	 <u>1</u>	 <u>1</u>

	2022	2021
	DKK	DKK
2. Financial income		
Other financial income	20	0
Exchange gains	78	0
	<u>98</u>	<u>0</u>

	2022	2021
	DKK	DKK
3. Income tax expense		
Current tax for the year	6,710	0
	<u>6,710</u>	<u>0</u>

Notes to the Financial Statements

4. Property, plant and equipment

	Other fixtures and fittings, tools and equipment
	DKK
Cost at 1 January	54,509
Cost at 31 December	54,509
Impairment losses and depreciation at 1 January	28,706
Depreciation for the year	18,170
Impairment losses and depreciation at 31 December	46,876
Carrying amount at 31 December	7,633

5. Other fixed asset investments

	Deposits
	DKK
Cost at 1 January	14,000
Cost at 31 December	14,000
Carrying amount at 31 December	14,000

Notes to the Financial Statements

6. Accounting policies

The Annual Report of AVAtronics ApS for 2022 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2022 are presented in DKK.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, 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 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.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Danish kroner is used as the presentation currency. All other currencies are regarded as foreign currencies.

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Income statement

Net sales

Revenue from the sale of goods is recognised when the risks and rewards relating to the goods sold have been transferred to the purchaser, the revenue can be measured reliably and it is probable that the economic benefits relating to the sale will flow to the Company.

Contract work in progress (construction contracts) is recognised at the rate of completion, which means that revenue equals the selling price of the work completed for the year (percentage-of-completion method). This method is applied when total revenues and expenses in respect of the contract and the stage of completion at the balance sheet date can be measured reliably, and it is probable that the economic benefits, including payments, will flow to the Company. The stage of completion is determined on the basis of the ratio between the expenses incurred and the total expected expenses of the contract.

Notes to the Financial Statements

Revenue is measured at the consideration received and is recognised exclusive of VAT and net of discounts relating to sales.

Other external expenses

Other external expenses comprise expenses for premises, sales as well as office expenses, etc.

Gross profit

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue, expenses for raw materials and consumables and other external expenses.

Staff expenses

Staff costs include wages and salaries including compensated absence and pensions as well as other social security contributions etc. made to the entity's employees. The item is net of refunds made by public authorities.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise depreciation and impairment of property, plant and equipment.

Financial income and expenses

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

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.

Balance sheet

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and less any accumulated impairment losses.

Cost comprises the cost of acquisition and expenses directly related to the acquisition up until the time when the asset is ready for use.

Interest expenses on loans contracted directly for financing the construction of property, plant and equipment are recognised in cost over the construction period.

Depreciation based on cost reduced by any residual value is calculated on a straight-line basis over the expected useful lives of the assets, which are:

Other fixtures and fittings, tools and equipment	5 years
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The fixed assets' residual values are determined at nil.

Depreciation period and residual value are reassessed annually.

Impairment of fixed assets

The carrying amounts of property, plant and equipment and investments are reviewed on an annual basis to determine whether there is any indication of impairment other than that expressed by depreciation.

Notes to the Financial Statements

If so, the asset is written down to its lower recoverable amount.

Other fixed asset investments

Other fixed asset investments consist of deposits.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Financial debts

Debts are measured at amortised cost, substantially corresponding to nominal value.