

Hoco Parts Denmark ApS
Nattergalevej 7, 5550 Langeskov

Company reg. no. 40 84 79 60

Annual report

1 January - 31 December 2021

The annual report was submitted and approved by the general meeting on the 3 May 2022.

Henning Møller Kjeldgaard
Chairman of the meeting

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 %.

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Management's statement

Today, the executive board has presented the annual report of Hoco Parts Denmark ApS for the financial year 1 January - 31 December 2021.

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 2021 and of the company's results of activities in the financial year 1 January – 31 December 2021.

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.

Langeskov, 3 May 2022

Executive board

Arnold van de Glind

Henning Møller Kjeldgaard

Independent auditor's report

To the Shareholders of Hoco Parts Denmark ApS

Opinion

We have audited the financial statements of Hoco Parts Denmark ApS for the financial year 1 January - 31 December 2021, which comprise a summary of significant accounting policies, income statement, statement of financial position, statement of changes in equity and notes. The financial statements have been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements present a fair view of the company's assets, equity and liabilities, and financial position at 31 December 2021 and of the results of the company's activities for the financial year 1 January - 31 December 2021 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our audit in accordance with international standards on auditing and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the section "Auditor's responsibilities for the audit of the financial statements". We are independent of the company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Opinion.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation of financial statements that provide a fair view in accordance with the Danish Financial Statements Act. Management is also responsible for such internal control as the 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 company'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 company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report including an opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with international standards on auditing, and the additional requirements applicable in Denmark, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent auditor's report

As part of an audit conducted in accordance with international standards on auditing, and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's preparation of the financial statements using the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists arising from events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and contents of the financial statements, including disclosures in notes, and whether the financial statements reflect the underlying transactions and events in a manner that presents a fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in the internal control that we identify during our audit.

Statement on the Management's Review

Management is responsible for the Management's Review.

Our opinion on the financial statements does not cover the management commentary, and we express no assurance opinion thereon.

Independent auditor's report

In connection with our audit of the financial statements, it is our responsibility to read the management commentary and to consider whether the management commentary is materially inconsistent with the financial statements or the evidence obtained during the audit, or whether it otherwise appears to contain material misstatement.

Furthermore, it is our responsibility to consider whether the Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we believe that Management's Review is consistent with the financial statements and that it has been prepared in accordance with the provisions of the Danish Financial Statement Act. We did not discover any material misstatement in the Management's Review.

Ikast, 3 May 2022

Partner Revision

State Authorised Public Accountants
Company reg. no. 15 80 77 76

Morten Broberg Lind

State Authorised Public Accountant
mne32735

Company information

The company

Hoco Parts Denmark ApS
Nattergalevej 7
5550 Langeskov

Company reg. no. 40 84 79 60
Established: 27 September 2019
Domicile: Langeskov
Financial year: 1 January - 31 December
2nd financial year

Executive board

Arnold van de Glind
Henning Møller Kjeldgaard

Auditors

Partner Revision statsautoriseret revisionsaktieselskab
Thrigesvej 3
7430 Ikast

Bankers

Nordea Bank Meldahlsgade 1, 0900 København C

Parent company

Hoco Parts B.V., Harselaarseweg 104, 3771MB, Holland

Management's review

The principal activities of the company

The principal activities of the company are execution of administrative services, etc. for the parent company Hoco Parts B.V.

Development in activities and financial matters

The gross profit for the year totals DKK 1.362.779 against DKK 1.269.024 last year. Income or loss from ordinary activities after tax totals DKK 573.050 against DKK 502.138 last year. Management considers the results for the year satisfactory.

Events occurring after the end of the financial year

No events have occurred subsequent to the balance sheet date, which would have material impact on the financial position of the company.

Accounting policies

The annual report for Hoco Parts Denmark 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.

Recognition and measurement in general

Income is recognised in the income statement concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs are recognised in the income statement, including depreciations amortisations, writedowns for impairment, provisions, and reversals due to changes in estimated amounts previously recognised in the income statement.

Assets are recognised in the statement of financial position when it seems probable that future economic benefits will flow to the company and the value of the asset can be reliably measured.

Liabilities are recognised in the statement of financial position when it is seems probable that future economic benefits will flow out of the company and the value of the liability can be reliably measured.

Assets and liabilities are measured at cost at the initial recognition. Hereafter, assets and liabilities are measured as described below for each individual accounting item.

Upon recognition and measurement, allowances are made for such predictable losses and risks which may arise prior to the presentation of the annual report and concern matters that exist on the reporting date.

Income statement

Gross profit

Gross profit comprises the revenue and external costs.

The enterprise will be applying IAS 11 and IAS 18 as its basis of interpretation for the recognition of revenue.

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. Recognition of revenue is exclusive of VAT and taxes and less any discounts relating directly to sales.

Other external costs comprise costs incurred for sales and administration.

Staff costs

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

Accounting policies

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 as well as surcharges and reimbursements under the advance tax scheme, etc.

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

Receivables

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

In order to meet expected losses, impairment takes place at the net realisable value. The company has chosen to use IAS 39 as a basis for interpretation when recognising impairment of financial assets, which means that impairments must be made to offset losses where an objective indication is deemed to have occurred that an account receivable or a portfolio of accounts receivable is impaired. If an objective indication shows that an individual account receivable has been impaired, an impairment takes place at individual level.

Cash on hand and demand deposits

Cash on hand and demand deposits comprise cash at bank.

Income tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

Deferred tax is measured on the basis of temporary differences in assets and liabilities with a focus on the statement of financial position. Deferred tax is measured at net realisable value.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation prevailing in the respective countries on the reporting date when the deferred tax is expected to be released as current tax. Changes in deferred tax due to changed tax rates are recognised in the income statement, except for items included directly in the equity.

Liabilities other than provisions

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

All amounts in DKK.

<u>Note</u>	1/1 2021 - 31/12 2021	27/9 2019 - 31/12 2020
Gross profit	1.362.779	1.269.024
1 Staff costs	-612.542	-621.935
Operating profit	750.237	647.089
Other financial costs	-13.573	-103
Pre-tax net profit or loss	736.664	646.986
Tax on net profit or loss for the year	-163.614	-144.848
Net profit or loss for the year	573.050	502.138
Proposed appropriation of net profit:		
Transferred to retained earnings	573.050	502.138
Total allocations and transfers	573.050	502.138

Balance sheet at 31 December

All amounts in DKK.

<u>Note</u>	<u>2021</u>	<u>2020</u>
Assets		
Current assets		
Receivables from group enterprises	1.128.526	751.146
Income tax receivables	46.386	0
Other receivables	975	26.612
Total receivables	<u>1.175.887</u>	<u>777.758</u>
Cash on hand and demand deposits	<u>59.267</u>	<u>62.879</u>
Total current assets	<u>1.235.154</u>	<u>840.637</u>
Total assets	<u>1.235.154</u>	<u>840.637</u>
Equity and liabilities		
Equity		
Contributed capital	40.000	40.000
Retained earnings	<u>1.075.188</u>	<u>502.138</u>
Total equity	<u>1.115.188</u>	<u>542.138</u>
Liabilities other than provisions		
Trade payables	10.000	10.775
Income tax payable	0	144.848
Other payables	<u>109.966</u>	<u>142.876</u>
Total short term liabilities other than provisions	<u>119.966</u>	<u>298.499</u>
Total liabilities other than provisions	<u>119.966</u>	<u>298.499</u>
Total equity and liabilities	<u>1.235.154</u>	<u>840.637</u>

2 Charges and security

3 Contingencies

4 Related parties

Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 27 September 2019	40.000	0	40.000
Profit or loss for the year brought forward	0	502.138	502.138
Equity 1 January 2021	40.000	502.138	542.138
Profit or loss for the year brought forward	0	573.050	573.050
	40.000	1.075.188	1.115.188

Notes

All amounts in DKK.

	1/1 2021 - 31/12 2021	27/9 2019 - 31/12 2020
1. Staff costs		
Salaries and wages	550.494	566.928
Pension costs	54.536	50.463
Other costs for social security	7.512	4.544
	<u>612.542</u>	<u>621.935</u>
Average number of employees	<u>1</u>	<u>1</u>
2. Charges and security		
Nothing.		
3. Contingencies		
Contingent assets		
Nothing.		
Contingent liabilities		
Nothing.		
4. Related parties		
Consolidated financial statements		
The company is included in the consolidated financial statements of Hoco Parts B.V., Harselaarseweg 104, 3771MB, Holland.		