



MANN+HUMMEL VOKES AIR A/S

Avedøreholmen 88
2650 Hvidovre
CVR No. 69474012

Annual report 2020

The Annual General Meeting adopted the
annual report on 28.04.2021

Johnny Hauballe

Chairman of the General Meeting

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Entity details

Entity

MANN+HUMMEL VOKES AIR A/S

Avedøreholmen 88

2650 Hvidovre

CVR No.: 69474012

Registered office: Hvidovre

Financial year: 01.01.2020 - 31.12.2020

Phone number: +4536496600

URL: www.vokesair.com

E-mail: info-dk@vokesair.com

Board of Directors

Kweku Fua Nipah, Chairman

Johnny Hauballe

Henrik Vestergaard

Executive Board

Johnny Hauballe, Chief Executive Officer

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of MANN+HUMMEL VOKES AIR A/S for the financial year 01.01.2020 - 31.12.2020.

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 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020.

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.

Hvidovre, 28.04.2021

Executive Board

Johnny Hauballe
Chief Executive Officer

Board of Directors

Kweku Fua Nipah
Chairman

Johnny Hauballe

Henrik Vestergaard

Independent auditor's extended review report

To the shareholders of MANN+HUMMEL VOKES AIR A/S

Conclusion

We have performed an extended review of the financial statements of MANN+HUMMEL VOKES AIR A/S for the financial year 01.01.2020 - 31.12.2020, 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 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020 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.

København, 28.04.2021

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Claus Jorch Andersen

State Authorised Public Accountant
Identification No (MNE) mne33712

Management commentary

Primary activities

The Entity's core business is to sell filters.

Development in activities and finances

This year the Entity realised a profit of DKK 3,059 thousand after which equity amounts to DKK 10,108 thousand.

COVID-19 has led to a number of restrictions from the Danish authorities, which have had, and potentially can continue to have, major socio-economic consequences. The Company is not directly affected by COVID-19.

The result is considered satisfactory by management.

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.

Income statement for 2020

	Notes	2020 DKK	2019 DKK
Gross profit/loss		11,089,609	8,427,699
Staff costs	1	(7,019,214)	(6,896,277)
Depreciation, amortisation and impairment losses	2	(59,193)	(63,183)
Operating profit/loss		4,011,202	1,468,239
Other financial expenses	3	(77,746)	(52,675)
Profit/loss before tax		3,933,456	1,415,564
Tax on profit/loss for the year	4	(861,544)	(312,268)
Profit/loss for the year		3,071,912	1,103,296
Proposed distribution of profit and loss			
Retained earnings		3,071,912	1,103,296
Proposed distribution of profit and loss		3,071,912	1,103,296

Balance sheet at 31.12.2020

Assets

	Notes	2020 DKK	2019 DKK
Goodwill		0	0
Intangible assets	5	0	0
Other fixtures and fittings, tools and equipment		109,888	169,081
Property, plant and equipment	6	109,888	169,081
Other receivables		150,000	150,000
Deferred tax		12,040	1,837
Financial assets	7	162,040	151,837
Fixed assets		271,928	320,918
Raw materials and consumables		1,767,264	1,704,990
Inventories		1,767,264	1,704,990
Trade receivables		3,405,693	3,103,312
Receivables from group enterprises		755	3,636
Other receivables		196,204	54,118
Prepayments		43,059	96,523
Receivables		3,645,711	3,257,589
Cash		11,455,784	6,743,706
Current assets		16,868,759	11,706,285
Assets		17,140,687	12,027,203

Equity and liabilities

	Notes	2020 DKK	2019 DKK
Contributed capital	8	1,875,000	1,875,000
Retained earnings		8,220,322	5,148,410
Equity		10,095,322	7,023,410
Other payables		763,781	242,824
Non-current liabilities other than provisions	9	763,781	242,824
Trade payables		549,035	454,307
Payables to group enterprises		1,514,634	1,371,180
Income tax payable		788,802	63,170
Other payables	10	3,429,113	2,872,312
Current liabilities other than provisions		6,281,584	4,760,969
Liabilities other than provisions		7,045,365	5,003,793
Equity and liabilities		17,140,687	12,027,203

Unrecognised rental and lease commitments

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Statement of changes in equity for 2020

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	1,875,000	5,148,410	7,023,410
Profit/loss for the year	0	3,071,912	3,071,912
Equity end of year	1,875,000	8,220,322	10,095,322

Notes

1 Staff costs

	2020 DKK	2019 DKK
Wages and salaries	6,577,239	6,554,211
Pension costs	356,924	260,751
Other social security costs	85,051	81,315
	7,019,214	6,896,277
Average number of full-time employees	13	13

2 Depreciation, amortisation and impairment losses

	2020 DKK	2019 DKK
Depreciation of property, plant and equipment	59,193	63,183
	59,193	63,183

3 Other financial expenses

	2020 DKK	2019 DKK
Other interest expenses	77,746	52,675
	77,746	52,675

4 Tax on profit/loss for the year

	2020 DKK	2019 DKK
Current tax	868,814	313,157
Change in deferred tax	(10,203)	(889)
Adjustment concerning previous years	2,933	0
	861,544	312,268

5 Intangible assets

	Goodwill DKK
Cost beginning of year	1,715,266
Cost end of year	1,715,266
Amortisation and impairment losses beginning of year	(1,715,266)
Amortisation and impairment losses end of year	(1,715,266)
Carrying amount end of year	0

6 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	1,555,918
Disposals	(313,249)
Cost end of year	1,242,669
Depreciation and impairment losses beginning of year	(1,386,837)
Reversal of impairment losses	313,249
Depreciation for the year	(59,193)
Depreciation and impairment losses end of year	(1,132,781)
Carrying amount end of year	109,888

7 Financial assets

	Other receivables DKK	Deferred tax DKK
Cost beginning of year	150,000	1,837
Additions	0	10,203
Cost end of year	150,000	12,040
Carrying amount end of year	150,000	12,040

8 Share capital

	Number	Par value DKK	Nominal value DKK
Ordinary shares	1,875	1000	1,875,000
	1,875		1,875,000

9 Non-current liabilities other than provisions

	Due after more than 12 months 2020 DKK
Other payables	763,781
	763,781

10 Other payables

	2020	2019
	DKK	DKK
VAT and duties	2,548,785	1,414,652
Wages and salaries, personal income taxes, social security costs, etc payable	249,068	259,068
Holiday pay obligation	178,512	590,359
Other costs payable	452,748	608,233
	3,429,113	2,872,312

11 Unrecognised rental and lease commitments

	2020	2019
	DKK	DKK
Liabilities under rental or lease agreements until maturity in total	1,461,807	1,520,516

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, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Costs of raw materials and consumables

Costs of raw materials and consumables comprise the consumption of raw materials and consumables for the financial year after adjustment for changes in inventories of these goods from the beginning to the end of the year. This item includes shrinkage, if any, and ordinary writedowns of the relevant inventories.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages, and 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.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and 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.

Balance sheet**Goodwill**

Goodwill is the positive difference between cost and fair value of assets and liabilities arising from acquisitions. Goodwill is amortised straight-line over its estimated useful life, which is fixed based on the experience gained by Management for each business area. Useful life is determined based on an assessment of whether the enterprises are strategically acquired enterprises with a strong market position and a long-term earnings profile and whether the amount of goodwill includes intangible resources of a temporary nature that cannot be separated and recognised as separated assets. If it is not possible to estimate the useful life reliably, it is set at 10 years. Useful lives are reassessed on an annual basis. The amortisation periods used are 5 years.

Goodwill is written down to the lower of recoverable amount and carrying amount.

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.

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	5-10 years
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Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment 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.

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.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Inventories

Inventories are measured at the lower of cost using the weighted average prices and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

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.