

# Elster - Instromet A/S

Laesovej 3B 9800 Hjørring, Denmark

CVR no. 76403112

## Annual report 2024

Approved at the Company's annual general meeting on 4 July 2025

Chairman:

.....  
Piques Jean-Paul

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## Company information

### Entity

Elster - Instromet A/S  
Læsøvej 3B  
9800 Hjørring

Company CVR: 76403112

Financial year: 2024-01-01 - 2024-12-31

Annual general meeting: 4 July 2025

### Directors

Piques, Jean-Paul  
Chairman

Gaardsvig, Rene  
Director

Larsson, Bjorn Vilhelm Johan  
Director

### Executive Board

Gaardsvig, Rene

### Bankers

Danske Bank  
Holmes kanal 2  
1092 København S

### Lawyers

HjulmandKaptain  
Frederikshavnsvej 215  
9800 Hjørring

### Auditors

Deloitte Statsautoriseret Revisionspartnerselskab  
Østre Havnepromenade 26, 4 Sal  
9000 Aalborg

### Management's statement

The Board of Directors and the Executive Board have today considered and approved the annual report of for the financial year 01.01.2024 - 31.12.2024.

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 31.12.2024 and of the results of its operations for the financial year 01.01.2024 - 31.12.2024.

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.

4 July 2025  
Executive Board:

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Gaardsvig, Rene

Board of Directors:

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Piques, Jean-Paul  
Chairman

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Gaardsvig, Rene  
Director

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Larsson, Bjorn Vilhelm Johan  
Director

**Independent auditor's extended review report  
To the shareholders of Elster - Instromet A/S**

## **Conclusion**

We have performed an extended review of the financial statements of Elster-Instromet A/S for the financial year 01.01.2024 - 31.12.2024, 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 31.12.2024 and of the results of its operations for the financial year 01.01.2024 - 31.12.2024 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' 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 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 conclusion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

**Independent auditor's extended review report  
To the shareholders of Elster - Instromet A/S**

Statement on the management commentary (continued)

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 by relevant law and regulations.

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 in the relevant law and regulations. We did not identify any material misstatement of the management commentary.

Aalborg, 4 July 2025

**Deloitte Statsautoriseret Revisionspartnerselskab**

CVR no. 33963556

**Lars Birner Sørensen**

State Authorised Public Accountant

MNE no. 11671

## Management commentary

### Business review

To manufacture and market measuring, regulating and process equipment, etc. To design and build meter—and/ or regulator stations as well as complete process solutions such as burner and engine trains. To be able to make preventive maintenance and service of equipment delivered by us in the Nordic Countries. To hold the market responsibility for the entire Elster-Instromet Group's product programme in the Nordic Countries.

### Financial review

The income statement of the Company for 2024 shows a profit of DKK 754 k and at 31 December 2024 the balance sheet of the Company shows equity of DKK 58.670 k.

The Operating Income for Elster-Instromet A/S was DKK m compared to DKK 8m for 2023. The gross profit for 2024 represents DKK 5m compared to DKK 12m for 2023 and is at expected level.

### Events after the balance sheet date

The entity does not have any significant events after the balance sheet date with impact on the 2024 figures.

	Note	2024 DKK	2023 DKK
Gross profit		4.740.907	11.949.576
Staff expenses	2	(5.174.225)	(4.428.951)
<b>Operating (loss)/profit</b>		<u>(433.318)</u>	<u>7.520.625</u>
<b>(Loss)/Profit before net financials</b>		(433.318)	7.520.625
Financial income	3	1.729.771	1.574.758
Finance expenses	4	(264.902)	(45.168)
<b>Profit before tax</b>		<u>1.031.551</u>	<u>9.050.215</u>
Tax	5	(277.564)	(1.991.482)
<b>Profit for the year</b>		<u>753.987</u>	<u>7.058.733</u>

**Statement of financial position**

	<b>Note</b>	2024 DKK	2023 DKK
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Total non-current assets</b>	6	0	0
<b>Current assets</b>			
Inventories			
Raw materials and consumables		4.509.903	4.716.337
		4.509.903	4.716.337
Receivables			
Trade receivables		3.002.876	16.350.245
Other receivables		39.271	402.923
Deferred tax asset		6.227	8.182
Prepayments		117.522	3.905
Receivables from group enterprises		57.732.197	43.785.523
		60.898.093	60.550.778
<b>Total current assets</b>		65.407.996	65.267.115
<b>TOTAL ASSETS</b>		65.407.996	65.267.115

**Statement of financial position (continued)**

	<b>Note</b>	2024 DKK	2023 DKK
<b>Equity and liabilities</b>			
Equity			
Share capital	7	900.000	900.000
Retained earnings		57.770.403	57.016.416
<b>Equity holders' share of equity</b>		<u>58.670.403</u>	<u>57.916.416</u>
<b>Total equity</b>		<u>58.670.403</u>	<u>57.916.416</u>
Provisions			
Provisions		2.648	2.987
		<u>2.648</u>	<u>2.987</u>
Current liabilities			
Trade payables		2.813.281	2.219.864
Payables to group enterprises		1.170.319	1.491.906
Other payables		2.200.373	1.646.968
Deferred income		321.830	0
Joint taxation contribution payable		229.142	1.988.974
<b>Total current liabilities</b>		<u>6.734.945</u>	<u>7.347.712</u>
<b>Total liabilities</b>		<u>6.737.593</u>	<u>7.350.699</u>
<b>Total equity and liabilities</b>		<u>65.407.996</u>	<u>65.267.115</u>

**Statement of changes in equity****31 december**

	Share Capital DKK	Retained earning DKK	Total DKK
Equity at 1 January 2024	900.000	57.016.416	57.916.416
Transfer, see "Appropriation of profit/loss"	0	753.987	753.987
<b>Equity at 31 December 2024</b>	<b>900.000</b>	<b>57.770.403</b>	<b>58.670.403</b>

## Notes to the financial statements

### Contents of the notes to the financial statements

- 1 Accounting policies
- 2 Staff costs and incentive plans
- 3 Financial income
- 4 Financial expenses
- 5 Tax for the year
- 6 Property, plant and equipment
- 7 Share capital
- 8 Contractual obligations and contingencies, etc.
- 9 Collateral
- 10 Related parties

## Notes to the financial statements (continued)

### 1. Accounting policies

Financial Statements of Elster-Instromet A/S for 2024 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B and the Company's Articles of Association with addition of certain provisions for reporting class C.

Financial Statements for 2024 are presented in DKK.

#### 1.1 Financial statements

The Financial Statements have been prepared under the historical cost method.

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.

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.

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the Annual Report which confirm or invalidate affairs and conditions, existing at the balance sheet date.

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

#### 1.2 Translation policies

##### (a) Foreign currency translation

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Gains and losses 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 transaction date rates are recognised in financial income and expenses in the income statement.

Non-current assets acquired in foreign currency are measured at the exchange rate at the transaction date.

#### 1.3 Income statement

##### (a) Revenue

On the conclusion of sales contracts which consist of several, separate sales transactions, the contract price is split up into the individual sales transactions based on the relative fair value approach. The separate sales transactions are recognised as revenue when the criteria for sale of goods, services or construction contracts are met.

**Notes to the financial statements (continued)****1. Accounting policies (continued)****(a) Revenue (continued)****(i) Revenue from the sale of goods**

Revenue from the sale of goods for resale and finished goods is recognised in the income statement when delivery and transfer of risk to the buyer have been made before year end.

Revenue is recognised exclusive of VAT and net of discounts relating to sales.

**(b) Cost of sales**

Cost of sales comprises costs incurred to achieve revenue for the year. Cost comprises raw materials, consumables, direct labour costs and indirect production costs such as maintenance and depreciation, etc., as well as operation and administration.

Cost of sales also includes research and development costs that do not qualify for capitalisations well as amortisation of capitalised development costs. Finally, provisions for losses on contract work are recognised.

**(c) Gross profit**

Pursuant to section 32 of the Danish Financial Statements Act, revenue is not disclosed in the annual report. Gross Profit includes net turnover, change in inventories, cost of material and other external costs.

**(d) Cost of material**

Cost of material comprises cost of material of the financial year measured at costs, and adjusted for usual inventory write-downs.

**(e) Other external expenses**

Other external expenses comprise indirect production costs and expenses for premises, sales and distribution as well as office expenses, etc.

**(f) Depreciation and impairment losses**

Depreciation, and impairment losses comprise depreciation for the year on property, plant and equipment, and impairment losses.

**(g) Staff costs**

Staff costs comprise wages and salaries, including holiday allowance and pensions, and other social security costs, etc., for the company's employees. Refunds received from public authorities are deducted from staff costs.

**(h) Financial income and expenses**

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Financial income and financial expenses comprise interest, realised and unrealised exchange rate adjustments as well as value adjustment of securities.

**(i) Tax for the year**

Tax for the year comprises current tax for the year and changes in deferred tax. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

**Notes to the financial statements (continued)****1. Accounting policies (continued)****(i) Tax for the year (continued)**

The Company is jointly taxed with the Danish subsidiaries in the Honeywell group. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

**1.4 Balance sheet****(a) 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. In the case of assets of own construction, cost comprises direct and indirect expenses for labour, materials, components and sub—suppliers.

Interest expenses on loans raised specifically to finance the manufacture of property, plant and equipment are recognised in cost over the manufacturing period. All indirectly attributable borrowing costs are recognised in the income statement.

Depreciation is provided on a straight-line basis over the expected useful lives of the assets. The expected useful lives are as follows:

Other fixtures and fittings, tools and equipment	3 - 10 years
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Assets costing less than DKK 30,700 (USD 4,700) are expensed in the year of acquisition.

**(b) Impairment of assets**

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

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

**(c) Write-down of non-current assets**

The carrying amount of intangible assets and property, plant and equipment is subject to an annual test for indications of impairment other than the decrease in value reflected by depreciation or amortisation.

If this is the case, an impairment test is made in order to determine whether the recoverable amount is lower than the carrying amount, and a write-down is made to this lower value.

The recoverable amount for the asset concerned is made up as the higher of the net selling price and the net present value. If it is not possible to determine the recoverable amount for individual assets, the assets are assessed jointly in the smallest identifiable group of assets to determine a reliable recoverable amount.

Assets for which no separate value in use can be determinable, as the asset does not in itself generate any future cash flows, are subject to review for impairment together with the group of assets to which they belong.

**Notes to the financial statements (continued)****1. Accounting policies (continued)****(d) Inventories**

Inventories are measured at the lower of cost under the FIFO method and net realisable value. The net realisable value of inventories is calculated at the amount expected to be generated by sale in the process of normal operations with deduction of selling expenses and costs of completion. The net realisable value is determined allowing for marketability, obsolescence and development in expected sales sum.

Goods for resale and raw materials and consumables are measured at cost, comprising purchase price plus delivery costs.

**(e) 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. Provisions for bad debts are determined on the basis of an individual assessment of each receivable, and in respect of trade receivables, a general provision is also made based on the Company's experience from previous years.

Exchange rate adjustments of long-term loans to group enterprises are taken to equity, as these loans are considered "equity" loans.

**(f) Prepayments**

Prepayments comprise prepaid expenses concerning rent, insurance premiums, subscriptions and interest.

**(g) Equity****(i) Dividend**

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

**(h) Provisions**

Provisions are recognised when - in consequence of an event occurred before or on the balance sheet date - the Company has a legal or constructive obligation and it is probable that economic benefits must be given up to settle the obligation.

**(i) Other financial liabilities**

Other financial liabilities are recognised at cost at the time of contracting the debt. Subsequently, it is stated at amortised cost, which in respect of short-term and non-interest bearing debt and in respect of floating-rate loans usually corresponds to nominal value.

**(j) Deferred tax assets and liabilities**

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

**Notes to the financial statements (continued)****1. Accounting policies (continued)****(j) Deferred tax assets and liabilities (continued)**

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

**(k) Joint taxation contribution 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.

**(l) Financial debts**

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

**(m) Operating lease agreements**

Leases that do not transfer substantially all the risks and rewards incident to the ownership to the Company are classified as operating leases. Payments relating to operating leases and any other rent agreements are recognised in the income statement over the term of the lease. The Company's aggregate liabilities relating to operating leases and other rent agreements are disclosed under "Contingent liabilities".

**2. Staff costs and incentive plans**

	2024 DKK	2023 DKK
Wages and salaries	4.565.891	3.675.229
Pensions	248.953	290.658
Other social security costs	195.746	425.731
Other	163.636	37.333
	5.174.225	4.428.951
Average number of full-time employees	5	6

**3. Financial income**

	2024 DKK	2023 DKK
Interest income from group enterprises	1.724.140	1.557.537
Foreign exchange gains	2.121	17.221
Other financial income	3.510	0
	1.729.771	1.574.758

**Notes to the financial statements (continued)****4. Financial expenses**

	2024 DKK	2023 DKK
Foreign exchange losses	253.418	36.399
Other interest expenses	11.485	8.769
	<u>264.902</u>	<u>45.168</u>

**5. Tax for the year**

	2024 DKK	2023 DKK
Tax for the year		
Current tax charge for the year	275.609	1.988.974
Adjustment of the deferred tax charge for the year	1.955	2.508
	<u>277.564</u>	<u>1.991.482</u>

**6. Property, plant and equipment**

**31 december  
2024**

	Plant and machinery DKK	Fixtures and fittings, plant and equipment DKK	Total
Cost at 1 January 2024	1.610.986	226.938	1.837.924
Disposals	(1.108.971)	(226.938)	(1.335.909)
Cost at 31 December 2024	<u>502.015</u>	<u>0</u>	<u>502.015</u>
Depreciation and impairment losses at 1 January 2024	1.610.986	226.938	1.837.924
Depreciation and impairment losses on assets disposed off	(1.108.971)	(226.938)	(1.335.909)
Depreciation and impairment losses at 31 December 2024	<u>502.015</u>	<u>0</u>	<u>502.015</u>
<b>Carrying amount at 31 December 2024</b>	<u>0</u>	<u>0</u>	<u>0</u>

**Notes to the financial statements (continued)****7. Share capital**

	2024 DKK	2023 DKK
The share capital comprises:		
Shares at DKK 300,000	900.000	900.000
	900.000	900.000

The share capital has remained unchanged for the past five years.

**8. Contractual obligations and contingencies, etc.****8.1 Contingent liabilities**

a) The Company has entered into a rental agreement and has a present yearly obligation for this rental agreement amounts to DKK 341,261.

b) The Company has signed lease agreements for vehicles. These contracts extend until October 2028 and the total obligation amounts to DKK 298,365.

The Company is jointly taxed with all other Danish companies in the Honeywell group. As a consolidated entity, the Company has unlimited and joint liability together with the other companies under joint taxation for Danish corporation tax and withholding tax on dividends, interest and royalties within the jointly taxed companies.

**9. Collateral**

The company has not provided any security or other collateral in assets as at 31 December 2024.

**10. Related parties****10.1 Related party transactions**

The direct and the ultimate Parent Company which prepares consolidated financial statements including the Company is Elster GmbH, Steinern Strasse 19-21, D-55252 Mainz-Kastel, Germany. The Company's related party is Elster GmbH, Steinern Strasse 19-21, D-55252 Mainz-Kastel, Germany, in Germany. All transactions between the related parties are based on arms-length term.

**10.2 Parties exercising control**

The consolidated financial statements of these companies can be obtained at the following addresses:

Elster GmbH, Steinern Strasse 19-21, D-55252 Mainz-Kastel, Germany, Honeywell International, 101 Columbia Rd, PO Box 4000, Morristown, NJ 08962, USA.

<b>Controlling interest</b>	<b>Registered address</b>	<b>Basis</b>
Elster GmbH	Steinern Strasse 19-21 D-55252 Mainz-Kastel Germany	Immediate parent

# PENNEO

The signatures in this document are legally binding. The document is signed using Penneo™ secure digital signature. The identity of the signers has been recorded, and are listed below.

“By my signature I confirm all dates and content in this document.”

## Björn Vilhelm Johan Larsson

Board member

Serial number: f01df82a500118[...]85d7285204497

IP: 147.161.xxx.xxx

2025-07-07 06:35:35 UTC



## Jean-Paul Piques

Chairman of the board

Serial number: jean-paul.piques@honeywell.com

IP: 147.161.xxx.xxx

2025-07-07 06:40:24 UTC

A handwritten signature in black ink, appearing to be 'JP Piques', written over a light blue horizontal line.

## René Gårdsvig

Executive director

Serial number: a3fd67c7-220c-4cf7-b1c5-d1f991fb73ab

IP: 165.225.xxx.xxx

2025-07-07 06:47:26 UTC



## René Gårdsvig

Board member

Serial number: a3fd67c7-220c-4cf7-b1c5-d1f991fb73ab

IP: 165.225.xxx.xxx

2025-07-07 06:47:26 UTC



## Lars Birner Sørensen

DELOITTE STATSAUTORISERET REVISIONSPARTNERSELSKAB

CVR: 33963556

Statsautoriseret revisor

On behalf of: Deloitte

Serial number: 8a672031-6c0f-4482-b82c-87b5ef7926ec

IP: 86.52.xxx.xxx

2025-07-08 08:10:54 UTC



## Jean-Paul Piques

Chairman of the meeting

Serial number: jean-paul.piques@honeywell.com

IP: 165.225.xxx.xxx

2025-07-08 08:39:33 UTC

A handwritten signature in black ink, appearing to be 'JP Piques', written over a light blue horizontal line.

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