
HBN - TEKNIK A/S

Bragesvej 16, DK-4100 Ringsted

Annual Report for 2024

CVR No. 51 50 26 12

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 27/5 2025

Peter Christian
Kierkegaard
Chairman of the
general meeting



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Management's statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of HBN - TEKNIK A/S for the financial year 1 January - 31 December 2024.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2024 of the Company and of the results of the Company operations for 2024.

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

We recommend that the Annual Report be adopted at the Annual General Meeting.

Ringsted, 27 May 2025

Executive Board

Oscar William Gunner
CEO

Board of Directors

Markus Schell
Chairman

Tobias Wiedeking

Peter Christian Kierkegaard

Independent Auditor's report

To the shareholder of HBN - TEKNIK A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2024 and of the results of the Company's operations for the financial year 1 January - 31 December 2024 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of HBN - TEKNIK A/S for the financial year 1 January - 31 December 2024, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the Financial Statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the Financial Statements" section of our report. 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.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

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

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

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 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 in preparing the Financial Statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Independent Auditor's report

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 that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement 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 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 use of the going concern basis of accounting in preparing the Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to 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 the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and 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 internal control that we identify during our audit.

Trekantområdet, 27 May 2025

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Jan Bunk Harbo Larsen
State Authorised Public Accountant
mne30224

Henrik Juul Junker
State Authorised Public Accountant
mne42818

Company information

The Company	HBN - TEKNIK A/S Bragesvej 16 DK-4100 Ringsted CVR No: 51 50 26 12 Financial period: 1 January - 31 December Municipality of reg. office: Ringsted
Board of Directors	Markus Schell, chairman Tobias Wiedeking Peter Christian Kierkegaard
Executive Board	Oscar William Gunner
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Herredsvej 32 DK-7100 Vejle

Financial Highlights

Seen over a 5-year period, the development of the Company is described by the following financial highlights:

	2024	2023	2022	2021	2020
	TDKK	TDKK	TDKK	TDKK	TDKK
Key figures					
Profit/loss					
Gross profit	21,208	39,097	28,219	15,756	21,377
Profit/loss of financial income and expenses	-1,435	-2,396	-2,455	-1,521	-995
Net profit/loss for the year	-4,304	1,770	-8,041	-14,159	-2,767
Balance sheet					
Balance sheet total	65,595	87,598	113,065	105,220	90,903
Investment in property, plant and equipment	184	1,645	8,189	15,601	-7,292
Equity	35,374	39,678	37,908	14,949	29,108
Ratios					
Return on assets	-6.3%	5.3%	-6.5%	-15.9%	-2.9%
Solvency ratio	53.9%	45.3%	33.5%	14.2%	32.0%
Return on equity	-11.5%	4.6%	-30.4%	-64.3%	-9.1%

Management's review

Key activities

The main activities of the company are the production and sale of plastic / composite components, spare parts, and accessories for trailers, semi-trailers, busses, and heavy vehicles.

Development in the year

It is the view of the management that all important statements for judging the financial position of the company and the result of the year appear from the annual report and this statement.

The income statement of the Company for 2024 shows a negative result of TDKK 4,304, and at 31 December 2024 the balance sheet of the Company shows positive equity of TDKK 35,374. Both are results are less than anticipated.

Volume has been significantly lower than anticipated for the year, caused by a general down-turn in the industry as well as two large customers not fulfilling purchasing obligations for the year. Reductions and cost measures was implemented during the years to avoid further losses.

Market risks

The company is a supplier to the transport industry and thus sensitive towards the development within this industry. High fluctuations in raw materials and energy prices, as well as general inflation, remains a financial risk to the company.

Targets and expectations for the year ahead

The development in 2025 is expected to be lower than 2024 in volume, with general market conditions largely being determining the results as well as call-offs from large customers.

The result after tax is expected to be at a profitable level compared to 2024 in the range of TDKK 500.

Research and development

There are ongoing development projects which will result in improvements of the existing products and implementation of new projects.

External environment

The company is certified according to ISO 14001 and strategies for the environmental work in the company have been made. In the company mainly plastic types, which can be recirculated, are being used. No PVC material is used.

Intellectual capital resources

Production for the automotive industry makes demands to knowledge resources concerning development, production, quality control, and business processes. The company is certified according to the IATF standards and thus fulfills many of the demands, which this industry works by. There is a growing need for knowledge within construction in plastic and components being exposed to dynamic impacts. The company endeavors to meet the demands for instance using current updating and education of the staff and by estimating this increased need by employing new employees.

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	2024	2023
		TDKK	TDKK
Gross profit		21,208	39,097
Staff expenses	1	-21,112	-23,402
Depreciation and impairment losses of property, plant and equipment		-4,217	-7,298
Other operating expenses		0	-3,789
Profit/loss before financial income and expenses		-4,121	4,608
Financial income	2	177	475
Financial expenses	3	-1,612	-2,871
Profit/loss before tax		-5,556	2,212
Tax on profit/loss for the year	4	1,252	-442
Net profit/loss for the year	5	-4,304	1,770

Balance sheet 31 December

Assets

	Note	2024	2023
		TDKK	TDKK
Acquired licenses		0	7
Intangible assets	6	0	7
Land and buildings		18,744	18,743
Plant and machinery		13,769	16,944
Other fixtures and fittings, tools and equipment		3,588	4,437
Property, plant and equipment	7	36,101	40,124
Fixed assets		36,101	40,131
Raw materials and consumables		8,623	12,567
Work in progress		1,363	2,501
Finished goods and goods for resale		4,337	2,665
Inventories		14,323	17,733
Trade receivables		10,635	21,212
Receivables from group enterprises		3,561	1,618
Other receivables		840	6,649
Prepayments	8	135	255
Receivables		15,171	29,734
Current assets		29,494	47,467
Assets		65,595	87,598

Balance sheet 31 December

Liabilities and equity

	Note	2024	2023
		TDKK	TDKK
Share capital		8,000	8,000
Retained earnings		27,374	31,678
Equity		35,374	39,678
Provision for deferred tax	9	1,275	760
Provisions		1,275	760
Lease obligations		1,719	2,637
Payables to group enterprises		16,000	24,500
Long-term debt	10	17,719	27,137
Lease obligations	10	918	918
Trade payables		4,171	14,106
Payables to group enterprises	10	3,812	20
Other payables		2,326	4,979
Short-term debt		11,227	20,023
Debt		28,946	47,160
Liabilities and equity		65,595	87,598
Contingent assets, liabilities and other financial obligations	11		
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Statement of changes in equity

	Share capital	Retained earnings	Total
	TDKK	TDKK	TDKK
Equity at 1 January	8,000	31,678	39,678
Net profit/loss for the year	0	-4,304	-4,304
Equity at 31 December	8,000	27,374	35,374

Notes to the Financial Statements

	2024	2023
	TDKK	TDKK
1. Staff expenses		
Wages and salaries	18,487	19,765
Pensions	1,533	1,732
Other social security expenses	659	564
Other staff expenses	433	1,341
	<u>21,112</u>	<u>23,402</u>
Including remuneration to the Executive Board and Board of Directors	<u>2,703</u>	<u>2,406</u>
Average number of employees	<u>43</u>	<u>53</u>
	2024	2023
	TDKK	TDKK
2. Financial income		
Interest received from group enterprises	111	266
Exchange gains	66	209
	<u>177</u>	<u>475</u>
	2024	2023
	TDKK	TDKK
3. Financial expenses		
Interest paid to group enterprises	1,301	2,497
Other financial expenses	264	205
Exchange loss	47	169
	<u>1,612</u>	<u>2,871</u>
	2024	2023
	TDKK	TDKK
4. Income tax expense		
Current tax for the year	-1,767	1,162
Deferred tax for the year	515	-720
	<u>-1,252</u>	<u>442</u>

Notes to the Financial Statements

	2024	2023
	TDKK	TDKK
5. Profit allocation		
Retained earnings	-4,304	1,770
	<u>-4,304</u>	<u>1,770</u>

6. Intangible fixed assets

	Acquired licenses
	TDKK
Cost at 1 January	5,382
Cost at 31 December	<u>5,382</u>
Impairment losses and amortisation at 1 January	5,374
Amortisation for the year	8
Impairment losses and amortisation at 31 December	<u>5,382</u>
Carrying amount at 31 December	<u>0</u>

7. Property, plant and equipment

	Land and buildings	Plant and machinery	Other fixtures and fittings, tools and equipment
	TDKK	TDKK	TDKK
Cost at 1 January	63,379	122,965	8,251
Additions for the year	0	0	184
Cost at 31 December	<u>63,379</u>	<u>122,965</u>	<u>8,435</u>
Impairment losses and depreciation at 1 January	44,635	106,020	3,814
Depreciation for the year	0	3,176	1,033
Impairment losses and depreciation at 31 December	<u>44,635</u>	<u>109,196</u>	<u>4,847</u>
Carrying amount at 31 December	<u>18,744</u>	<u>13,769</u>	<u>3,588</u>

8. Prepayments

Prepayments consist of prepaid expenses concerning rent, insurance premiums, subscriptions and interest as well.

Notes to the Financial Statements

	2024	2023
	TDKK	TDKK
9. Provision for deferred tax		
Deferred tax liabilities at 1 January	760	1,480
Amounts recognised in the income statement for the year	515	-720
Deferred tax liabilities at 31 December	1,275	760

The recognised tax asset comprises temporary differences related to fixed assets, which is to be utilised within the next coming years.

	2024	2023
	TDKK	TDKK
10. Long-term debt		

Payments due within 1 year are recognised in short-term debt. Other debt is recognised in long-term debt.

The debt falls due for payment as specified below:

Lease obligations

After 5 years	0	0
Between 1 and 5 years	1,719	2,637
Long-term part	1,719	2,637
Within 1 year	918	918
	2,637	3,555

Payables to group enterprises

After 5 years	0	0
Between 1 and 5 years	16,000	24,500
Long-term part	16,000	24,500
Other short-term debt to group enterprises	3,812	20
	19,812	24,520

Notes to the Financial Statements

	2024	2023
	TDKK	TDKK
11. Contingent assets, liabilities and other financial obligations		
Rental and lease obligations		
Lease obligations under operating leases. Total future lease payments:		
Future lease and rent commitments until expiration	1,292	245
	<u>1,292</u>	<u>245</u>

Other contingent liabilities

Owner mortgage deeds nom. TDKK 7,800 with a mortgage on the property Bragesvej 16, Ringsted, lies within the company

The group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable is disclosed in the Annual Report of BPW Finans A/S, which is the management company of the joint taxation purposes. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

12. Related parties and disclosure of consolidated financial statements

	<u>Basis</u>
Controlling interest	
BPW Bergische Achsen, Wiehl, Germany	Ultimate parent
Other related parties	
Markus Schell	Board member
Tobias Wiedeking	Board member
Peter Christian Kierkegaard	Board member

Transactions

The Company has chosen only to disclose transactions which have not been made on an arm's length basis in accordance with section 98(c)(6) of the Danish Financial Statements Act.

Consolidated Financial Statements

The Company is included in the Group Annual Report of the Parent Company of the largest and smallest group:

<u>Name</u>	<u>Place of registered office</u>
BPW Finans A/S	Kolding, Denmark
BPW Bergische Achsen	Wiehl, Germany

Notes to the Financial Statements

13. Accounting policies

The Annual Report of HBN - TEKNIK A/S for 2024 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to medium-sized enterprises of reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2024 are presented in TDKK.

Cash flow statement

With reference to section 86(4) of the Danish Financial Statements Act and to the cash flow statement included in the consolidated financial statements of , the Company has not prepared a cash flow statement.

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.

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.

Leases

Leases in terms of which the Company assumes substantially all the risks and rewards of ownership (finance leases) are recognised in the balance sheet at the lower of the fair value of the leased asset and the net present value of the lease payments computed by applying the interest rate implicit in the lease or an alternative borrowing rate as the discount rate. Assets acquired under finance leases are depreciated and written down for impairment under the same policy as determined for the other fixed assets of the Company.

The remaining lease obligation is capitalised and recognised in the balance sheet under debt, and the interest element on the lease payments is charged over the lease term to the income statement.

All other leases are considered operating leases. Payments made under operating leases are recognised in the income statement on a straight-line basis over the lease term.

Translation policies

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.

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.

Notes to the Financial Statements

Income statement

Revenue

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.

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

Expenses for raw materials and consumables

Expenses for raw materials and consumables comprise the raw materials and consumables consumed to achieve revenue for the year.

Other external expenses

Other external expenses comprise indirect production costs and 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 expenses comprise wages and salaries as well as payroll expenses.

Amortisation, depreciation and impairment losses

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

Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Company, including gains and losses on the sale 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 deferred tax for the year. The tax attributable to the profit for year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with danish group entities. The tax effect of the joint taxation with the subsidiaries is allocated to Danish enterprises showing profits or losses in proportion to their taxable incomes (full allocation with credit for tax losses).

Notes to the Financial Statements

Balance sheet

Intangible fixed assets

Patents and licences are measured at the lower of cost less accumulated amortisation and recoverable amount. Patents are amortised over the remaining patent period, and licences are amortised over the licence period; however not exceeding 5 year.

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 buildings	25 years
Plant and machinery	3-10 years
Other fixtures and fittings, tools and equipment	3-5 years

Depreciation period and residual value are reassessed annually.

Impairment of fixed assets

The carrying amounts of intangible assets and 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 amortisation and depreciation.

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

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 of the inventories 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 selling price.

The cost of goods for resale, raw materials and consumables equals landed cost.

The cost of finished goods and work in progress comprises the cost of raw materials, consumables and direct labour with addition of indirect production costs. Indirect production costs comprise the cost of indirect materials and labour as well as maintenance and depreciation of the machinery, factory buildings and equipment used in the manufacturing process as well as costs of factory administration and management.

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.

Notes to the Financial Statements

Prepayments

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

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 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

Current tax receivables and liabilities

Current tax receivables and liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on taxable incomes for prior years. Tax receivables and liabilities are offset if there is a legally enforceable right of set-off and an intention to settle on a net basis or simultaneously.

Financial liabilities

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

Financial Highlights

Explanation of financial ratios

Return on assets	$\text{Profit/loss of primary operations} \times 100 / \text{Total assets at year end}$
Solvency ratio	$\text{Equity at year end} \times 100 / \text{Total assets at year end}$
Return on equity	$\text{Net profit for the year} \times 100 / \text{Average equity}$