

Husqvarna Commercial Solutions Danmark A/S

Lejrvej 19, st.
3500 Værløse
CVR No. 41829184

Annual report 2024

The Annual General Meeting adopted the annual report on 03.07.2025

Chairman of the General Meeting:

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Name: Eric Stegemyr

CONTENT	PAGE
ENTITY DETAILS	3
STATEMENT BY THE BOARD OF DIRECTORS AND THE EXECUTIVE BOARD	4
INDEPENDENT AUDITOR'S REPORT	5
MANAGEMENT'S REVIEW	8
INCOME STATEMENT FOR 2024	9
BALANCE SHEET PER 31.12.2024	10
STATEMENT OF CHANGES IN EQUITY FOR 2024	12
NOTES	13
ACCOUNTING POLICIES	155

Entity details

Entity details

Entity

Husqvarna Commercial Solutions Danmark A/S
Lejrvej 19, st.
3500 Værløse

CVR No: 41829184

Registered in: Furesø

Financial year: 01.01.2024 - 31.12.2024

Board of Directors

Eric Stegemyr
Henrik Samuelsson
Karl-Magnus Ekesund

Executive Board

Michael Schösser
Henrik Samuelsson

Entity auditors

KPMG P/S
Dampfærgevej 28
2100 København Ø

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Husqvarna Commercial Solutions Danmark A/S for the financial year 1 January 2024 - 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 Company's financial position at 31.12.2024 and of the results of the Company's operations for the financial year 01.01.2024 - 31.12.2024.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the results of the Company's operations and financial position.

We recommend that the annual report be approved at the annual general meeting.

Værløse, 03.07.2025

Executive Board

Henrik Samuelsson
Director

Michael Schösser
Director

Board of Directors

Eric Stegemyr
Chairman

Karl-Magnus Ekesund
Board member

Henrik Samuelsson
Board member



Independent auditor's report

To the shareholder of Husqvarna Commercial Solutions Danmark A/S

Opinion

We have audited the financial statements of Husqvarna Commercial Solutions Danmark A/S for the financial year 1 January – 31 December 2024, comprising income statement, balance sheet and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position 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.

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.

Management's responsibility 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 that 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 as to 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 in Denmark will always detect a material misstatement when it exists.

Misstatements may 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 financial statement users made 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 company 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.



Independent auditor's report

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'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 the Management's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, Date: 03.07.2025

KPMG

Statsautoriseret Revisionspartnerselskab
CVR no. 25 57 81 98

Simon Boling Tønnesen
State Authorised
Public Accountant
mne49095

Management's review

Management's review

Primary activities

Husqvarna Commercial Solutions Danmark A/S provides customer financing solutions to consumers and corporates and dealer financing programs to the Husqvarna dealer network. Products involved in the financing solutions are Husqvarna Group's products for gardens, parks, woods (chain saws, lawn mowers, front riders, auto mowers (robots), brush cutters and grass trimmers) as well as its products for the construction industry (circular crosscut saws).

It is the Company's objective to support Husqvarna Danmark A/S sales of products marketed in Denmark and other service solutions and to further increase the demand for integrated solutions.

Development in activities and finances

In 2024 the company's gross profit amounted to 5 525 TDKK. The income statement for 2024 shows a loss of 1 158 TDKK, and the balance sheet at 31 December 2024 shows equity of 366 TDKK. The Company sent a Transfer Pricing adjustment of 419 TDKK. Going forward the management expect that the Share Capital will be maintained through future earnings.

2021 was a start-up year of the Company's business activities mid-year, and in 2024 the company has had an increased level of activity, even if there were some effects resulting from the global Covid-19 pandemic and delayed delivery during the year. During the year the Company's costs are not covered by the volume generated, but as the business grows it is expected that income will cover cost and the Company will make a profit going forward.

At 31 December 2024, current liabilities exceed current assets. The company has received a letter of support from the Parent Company. Moreover, reference is made to note 1, in which the matter is described in further detail.

Post balance sheet events

In support of growing the business the Parent company has provided a DKK 10 million loan facility in February 2025. No other events after the balance sheet date which require disclosure or recognition.

Income Statement for 2024

For the period 1 January - 31 December 2024

	<u>Notes</u>	<u>2024</u> DKK '000	<u>2023</u> DKK '000
Gross profit		5 525	4 683
Other external costs		- 2 280	- 1 464
Operating profit		3 245	3 219
Depreciation, amortization and impairment of intangible and tangible assets	2.1, 2.2	- 3 432	- 1 462
Other financial expenses	2.3	- 971	- 1 067
Profit/loss before tax		- 1 158	690
Tax on profit/loss for the year		0	- 152
Profit/loss for the year		- 1 158	538
Proposed distribution of profit/loss		-1 158	538
Retained earnings		-1 158	538

Balance sheet per 31.12.2024

	<u>Notes</u>	<u>2024 DKK '000</u>	<u>2023 DKK '000</u>
Intangible assets	2.1	1 267	1 881
Property, plant and equipment	2.2	26 470	7 551
Finance lease receivables long term		307	453
Non-current assets		<u>28 044</u>	<u>9 885</u>
Finance lease receivables short term		31	32
Trade receivables		3 857	5924
Receivables from group entities		476	220
Other receivables		3 062	1 093
Receivables		7 426	7 269
Current assets		<u>7 426</u>	<u>7 269</u>
Assets		<u>35 470</u>	<u>17 154</u>

Notes with no reference

1. Capital resources
3. Related parties with controlling interest
4. Group relations
5. Staff
7. Accounting policies

Balance sheet per 31.12.2024

DKK'000	Notes	2024 DKK'000	2023 DKK'000
Contributed capital		400	400
Retained earnings		-34	1 124
Total equity		366	1 524
Payables to group entities	6	10 422	0
Total non-current liabilities other than provisions		10 422	0
Trade payables		87	4
Payables to group entities	6	23 091	14 674
Other payables, including taxes payable		1 504	952
Total current liabilities other than provisions		24 682	15 630
Total liabilities other than provisions		35 104	15 630
Total equity and liabilities		35 470	17 154

Statement of changes in equity for 2024

DKK '000	Share capital	Retained earnings	Total
	DKK '000	DKK '000	DKK '000
Equity beginning of year	400	1 124	1 524
Profit/loss for the year	0	- 1 158	1 158
Equity end of year	400	34	366

The share capital has not been changed since the foundation of the Company.

Notes

1. Capital resources

As of the reporting date, the Company's current liabilities exceed its current assets. To support the Company, if and when required, the Parent Company has issued a letter of support confirming its willingness to provide financial assistance to enable the Company to meet its obligations. This support remains valid until the issuance of the annual report for the year ending 31 December 2025.

	2024	DKK '000	2023	DKK '000
2.1 Intangible assets				
Cost beginning of year		3 779		3 180
Additions		0		599
Disposals		0		0
Cost end of year		3 779		3 779
Depreciation and impairment losses beginning of year		1 898		1 333
Depreciation for the year		613		565
Reversal of depreciation of disposals		0		0
Depreciation and impairment losses end of the year		2 511		1 898
Carrying amount end of year		1 268		1 881
2.2 Tangible assets				
Cost beginning of year		8 793		1 962
Additions		22 282		6 831
Disposals		690		0
Cost end of year		30 385		8 793
Depreciation and impairment losses beginning of year		1 242		363
Depreciation for the year		2 819		879
Reversal of depreciation of disposals		145		0
Depreciation and impairment losses end of the year		3 915		1 242
Carrying amount end of year		26 470		7 551
2.3 Other financial expenses				
Interest expenses toward Group entities		968		1 067

3 Related parties with controlling interest

Husqvarna Danmark A/S' related parties comprise the following:

Parties exercise control

Related party	Domicile	Basis for control
Husqvarna AB	Drottninggatan 2, SE-561 82 Husqvarna, Sverige	Participation interest

4. Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest and largest group:

Parent	Domicile	Requisitioning of the parent's consolidated financial statements
Husqvarna AB	Drottninggatan 2, SE-561 82 Husqvarna, Sverige	The consolidated financial statement can be obtained at the parent company's address

5. Staff

The company's functions are delivered from Husqvarna AB and a 3rd party service provider. As such the Company does not have any employees (2023: 0).

6. Payables to group entities

	2024	2023
	DKK '000	DKK '000
Loans to Parent Companies		
Between 1 and 5 years	10 422	0
Non current portion	10 422	0
Within 1 year	6 827	0
	17 249	0
Ordinary trading balances with group entities	16 264	14 674
Total payables to group entities	33 513	14 674

7. Accounting policies

Reporting class

The annual report of Husqvarna Commercial Solutions Danmark A/S for 2024 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policy is unchanged.

Recognition and measurement

Income is recognized in the income statement as earned, including value adjustments of financial assets and liabilities measured at fair value or amortized cost. Equally, expenses incurred to generate the year's earnings are recognized, including depreciation, amortization, impairment losses and provisions as well as reversals as a result of changes in accounting estimates of amounts which were previously recognized in the income statement.

Assets are recognized in the balance sheet when it is probable that future economic benefits will flow to the Company and the value of the asset can be reliably measured.

Liabilities are recognized in the balance sheet when an outflow of economic benefits is probable and when the liability can be reliably measured.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described below for each individual item.

In recognizing and measuring assets and liabilities, any gains, losses, and risks occurring prior to the presentation of the annual report that evidence conditions existing at the balance sheet date are taken into account.

Revenue

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes.

Revenue is generated from rent and interest and is recognized when the Company has delivered the service and fulfilled its performance obligations. At end of lease the Company normally sells the relevant equipment back to the Dealer at booked value, without any capital gain/loss.

Cost of sales

Cost of sales comprises costs incurred to generate revenue for the year.

Other external costs

Other external costs include expenses incurred in the year for the purpose of managing and administering the company, including expenses relating to administrative staff, management expenses.

Other financial expenses

Other financial expenses are recognized in the income statements at the amounts that relate to the financial year.

Tax on profit/loss for the year

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments as relevant. The portion of the tax for the year that relates to the profit/loss for the year is recognized in the income statement, whereas the portion that relates to transactions taken to equity is recognized in equity.

Balance sheet**Intangible assets**

Intangible assets are reported at acquisition value less accumulated amortization and any write-downs. Amortization is done using the linear method over the asset's estimated useful life because it reflects the expected consumption of the asset's future economic benefits. Amortization is reported as an expense in the income statement.

Additions and developments to the platform and concept are done when there is a business rational. Further a 60-month amortization plan is normal for an asset of this kind.

The intangible asset consists of HCS Denmark's externally acquired operational platform and contains development and Set-up costs for the platform.

Tangible assets

Tangible fixed assets are reported at acquisition value less accumulated depreciation and any write-downs. Depreciation is done using the annuity method over the asset's estimated useful life because it reflects the expected consumption of the asset's future economic benefits.

The period of use is normally 24–60 months. Depreciation is reported as an expense in the income statement.

The useful life and residual value are reassessed annually. Changes are treated as accounting estimates, and the effect on depreciation is recognized prospectively.

ReceivablesAccounts receivables

Accounts receivable are measured at amortized cost. Accounts receivables are usually equivalent to the nominal value. An impairment loss is recognized based on objective evidence that a receivable or a group of receivables is impaired. Impairment write-downs are made to the lower of net realizable value and the carrying amount.

Loan receivables

The company's Loan receivables consist of loans to Husqvarna Dealers for their acquisition of Husqvarna equipment to be sold to customers. The loan receivables are reported at loan amount less accumulated amortization and any write-downs.

The loans are normally up to maximum 12 months.

Other payables

Other payables are reported to the nominal value. The post relates to other accrued expenses related to the main business.

Corporation tax and deferred tax

Current tax payable and receivable is recognized in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities measured on the planned use of the asset or settlement of the liability, respectively. However, deferred tax is not recognized on temporary differences relating to office buildings non-deductible for tax purposes and other items where temporary differences arise at the date of acquisition without affecting either profit/loss or taxable income.

Deferred tax assets as relevant, including the tax value of tax loss carryforwards, are recognized at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognized in the income statement or equity, respectively