



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 979 975 503
Organisasjonsform: Aksjeselskap
Foretaksnavn: AUTRONICA FIRE AND SECURITY AS
Forretningsadresse: Bromstadvegen 59
7047 TRONDHEIM

Regnskapsår

Årsregnskapets periode: 01.01.2020 - 31.12.2020

Konsern

Morselskap i konsern: Nei

Regnskapsregler

Regler for små foretak benyttet: Nei
Benyttet ved utarbeidelsen av årsregnskapet til selskapet: Regnskapslovens alminnelige regler

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Enrique Esteva
Dato for fastsettelse av årsregnskapet: 24.06.2021

Grunnlag for avgivelse

År 2020: Årsregnskapet er elektronisk innlevert
År 2019: Tall er hentet fra elektronisk innlevert årsregnskap fra 2020

Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.

Brønnøysundregistrene, 10.07.2022



Resultatregnskap

Beløp i: NOK	Note	2020	2019
RESULTATREGNSKAP			
Inntekter			
Salgsinntekt	11	861 796 371	934 636 991
Sum inntekter		861 796 371	934 636 991
Kostnader			
Varekostnad	14	321 286 669	359 786 591
Lønnskostnad	8, 12	376 205 842	384 246 196
Avskrivning	1, 2	8 844 640	7 121 167
Annen driftskostnad	2, 13	96 620 674	112 393 322
Sum kostnader		802 957 824	863 547 276
Driftsresultat		58 838 547	71 089 715
Finansinntekter og finanskostnader			
Renteinntekt fra foretak i samme konsern		431 600	8 628 060
Annen renteinntekt		195 807	231 626
Sum finansinntekter		627 407	8 859 687
Rentekostnad til foretak i samme konsern			7 438 721
Annen rentekostnad		444 443	703 838
Annen finanskostnad		913 702	887 778
Netto agio		-69 106	655 328
Sum finanskostnader		1 289 040	9 685 665
Netto finans		-661 633	-825 978
Ordinært resultat før skattekostnad		58 176 914	70 263 737
Skattekostnad på ordinært resultat	9	12 024 137	14 479 140
Ordinært resultat etter skattekostnad		46 152 777	55 784 597
Årsresultat		46 152 777	55 784 597
Årsresultat etter minoritetsinteresser		46 152 777	55 784 597
Totalresultat		46 152 777	55 784 597



Resultatregnskap

Beløp i: NOK	Note	2020	2019
Overføringer og disponeringer			
Ordinært utbytte			246 741 183
Konsernbidrag	6	46 152 777	55 784 597
Avsatt til annen egenkapital		46 152 777	
Overført fra annen egenkapital	6		-190 956 586
Sum overføringer og disponeringer		92 305 553	111 569 194



Balanse

Beløp i: NOK	Note	2020	2019
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Goodwill, godkjennelser og programvare	1	9 393 698	10 899 637
Utsatt skattefordel	9		
Sum immaterielle eiendeler		9 393 698	10 899 637
Varige driftsmidler			
Driftsløsøre, inventar, verktøy, kontormaskiner o.l.	2	32 225 869	26 656 388
Sum varige driftsmidler		32 225 869	26 656 388
Finansielle anleggsmidler			
Lån til foretak i samme konsern	5	1	1
Investeringer i aksjer og andeler			
Sum finansielle anleggsmidler		1	1
Sum anleggsmidler		41 619 568	37 556 025
Omløpsmidler			
Varer			
Varer	4	65 403 842	68 774 470
Sum varer		65 403 842	68 774 470
Fordringer			
Kundefordringer	3, 5	180 152 972	183 808 258
Andre fordringer på selskap i samme konsern	5	120 295 690	91 238 243
Andre kortsiktige fordringer		11 694 592	7 529 938
Krav på innbetaling av selskapskapital		66 902 568	71 160 384
Sum fordringer		379 045 822	353 736 823
Bankinnskudd, kontanter og lignende			
Bankinnskudd, kontanter o.l.	15	56 597 653	48 341 179
Sum bankinnskudd, kontanter og lignende		56 597 653	48 341 179
Sum omløpsmidler		501 047 318	470 852 472



Balanse

Beløp i: NOK	Note	2020	2019
SUM EIENDELER		542 666 886	508 408 497
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Aksjekapital (2 270 000 aksjer á kr 20)	6, 7	45 400 000	45 400 000
Overkurs	6	136 000 000	136 000 000
Annen innskutt egenkapital	6, 13	79 738 609	78 900 336
Sum innskutt egenkapital		261 138 609	260 300 336
Opptjent egenkapital			
Annen egenkapital	6	57 964 244	42 137 751
Sum opptjent egenkapital		57 964 244	42 137 751
Sum egenkapital		319 102 853	302 438 087
Gjeld			
Langsiktig gjeld			
Pensjonsforpliktelser	8		
Utsatt skatt		28 218 075	24 747 506
Andre avsetninger for forpliktelser	10	4 670 681	5 307 369
Sum avsetninger for forpliktelser		32 888 757	30 054 876
Annen langsiktig gjeld			
Langsiktig konserngjeld	5		
Sum langsiktig gjeld		32 888 757	30 054 876
Kortsiktig gjeld			
Leverandørgjeld	5	46 474 758	55 829 694
Betalbar skatt			-1
Skyldige offentlige avgifter		33 525 505	32 054 768
Kortsiktig konserngjeld	5	38 944 580	17 495 957
Annen kortsiktig gjeld	3	71 730 433	70 535 117
Sum kortsiktig gjeld		190 675 276	175 915 535
Sum gjeld		223 564 033	205 970 410



Balanse

Beløp i: NOK	Note	2020	2019
SUM EGENKAPITAL OG GJELD		542 666 886	508 408 497



Skattedirektoratet

Saksbehandler
Torstein Kinden Helleland

Deres dato
08.09.2014

17 SEPT. 2014

Vår dato
16.09.2014

Telefon
22078139

Deres referanse
SBR

Vår referanse
2014/617627

ADVOKATFIRMAET PRICEWATERHOUSECOOPERS AS
Postboks 748 Sentrum
0106 OSLO

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

Vi viser til deres brev av 26. august 2014 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper;

Kidde Norway AS org. nr. 880 011 332
Autronica Fire and Security AS org. nr. 979 975 503

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering Kidde Norway AS og Autronica Fire and Security AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen forutsetter at opplysningene som vedtaket baserer seg på ikke endres vesentlig.

Kopi av dette brevet må sendes Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Det påligger den regnskapspliktige å dokumentere ved dette brev at tillatelsen er gitt.

Bakgrunn

Autronica Fire and Security AS er 100 % eiet av Kidde Norway AS, som igjen er et heleid datterselskap av det amerikanske selskapet United Technologies Corp Inc. Selskapene i konsernet er pålagt av sin ultimate eier å utarbeide årsregnskap og årsberetning på engelsk. Flere av styremedlemmene er ikke norskspråklige. Autronica Fire and Security AS og Kidde Norway AS opererer i en internasjonal bransje. I forbindelse med prosjekter i utlandet foregår all kommunikasjon på engelsk. Virksomheten er internasjonal og alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. Arbeidsspråket i konsernet er engelsk. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

Skattedirektoratets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal *”årsregnskapet og årsberetningen ... være på norsk. Departementet kan ved ... enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk.”*

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap m.v., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:

Postadresse
Postboks 9200 Grønland
0134 Oslo

Besøksadresse:
Se www.skatteetaten.no
Org.nr: 996250318
E-post: skatteetaten.no/sandepost

Sentralbord
800 80 000
Telefaks
22 17 08 60



”Regjeringen har som siktemål at regnskapsloven skal bidra til informative regnskaper for ulike grupper av regnskapsbrukere. Regnskapsbrukerne er dels investorer og kreditorer som tilfører kapital til foretakene, og dels andre grupper som har interesse av å vite hvordan foretaket drives, f.eks. de ansatte og lokalsamfunnet. Informasjonen til kapitalmarkedet skal gi grunnlag for riktig prising av finansielle objekter. Riktig prisdannelse på aksjer er en forutsetning for at ressursbruken i samfunnsøkonomien skal bli best mulig. Gode regnskaper vil også gjøre det vanskeligere for markedsdeltakere å ta ut spekulasjonsgevinster med basis i skjevt fordelt informasjon.”

Det fremgår således at et av hovedformålene med regnskapsloven er å bidra til *”informative regnskaper for ulike grupper av regnskapsbrukere”*. Regnskapsbrukere vil omfatte, jf. uttalelsen i proposisjonen, blant andre investorer, kreditorer, ansatte og lokalsamfunnet.

Det er etter Skattedirektoratets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt særlig vekt på at selskapene inngår i et internasjonalt konsern. Eierkretsen er begrenset. Flere av styremedlemmene er ikke norskspråklige. Arbeidsspråket er engelsk. Videre er det vektlagt at selskapet driver virksomhet i en internasjonal bransje der alle aktører behersker og benytter engelsk språk.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer



To the General Meeting of Autronica Fire and Security AS

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Autronica Fire and Security AS, which comprise the balance sheet as at 31 December 2020, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are prepared in accordance with law and regulations and give a true and fair view of the financial position of the Company as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (ISAs). Our responsibilities under those standards 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 as required by laws and regulations, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Management is responsible for the other information. The other information comprises information in the annual report, except the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information 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 other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

*PricewaterhouseCoopers AS, Bratterkaia 17B, Postboks 6365 Torgard, NO-7492 Trondheim
T: 02316, org. no.: 987 009 713 VAT, www.pwc.no
State authorised public accountants, members of The Norwegian Institute of Public Accountants, and
authorised accounting firm*



Independent Auditor's Report - Autronica Fire and Security AS



Responsibilities of the Board of Directors and the Managing Director for the Financial Statements

The Board of Directors and the Managing Director (management) are responsible for the preparation in accordance with law and regulations, including a true and fair view of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, 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. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

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 laws, regulations, and auditing standards and practices generally accepted in Norway, including ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to <https://revisorforeningen.no/revisjonsberetninger>

Report on Other Legal and Regulatory Requirements

Opinion on the Board of Directors' report

Based on our audit of the financial statements as described above, it is our opinion that the information presented in the Board of Directors' report concerning the financial statements, the going concern assumption and the proposed allocation of the result is consistent with the financial statements and complies with the law and regulations.

Opinion on Registration and Documentation

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, Assurance Engagements Other than Audits or Reviews of Historical Financial Information, it is our opinion that management has fulfilled its duty to produce a proper and clearly set out registration and documentation of the Company's accounting information in accordance with the law and bookkeeping standards and practices generally accepted in Norway.

(2)



Independent Auditor's Report - Autronica Fire and Security AS



Trondheim, 24 June 2021
PricewaterhouseCoopers AS

Ronny Lysmen
State Authorised Public Accountant

(This document is signed electronically)

(3)



 Securely signed with Brevio

Revisjonsberetning

Signers:

Name	Method	Date
Lysmen, Ronny	BANKID_MOBILE	2021-08-18 12:56

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- Closing page (this page)
- The original document(s)
- The electronic signatures. These are not visible in the document, but are electronically integrated.



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.



Directors' Report 2020

Autronica Fire and Security AS

NATURE OF THE BUSINESS

Autronica Fire and Security AS (AFS) develops, produces and distributes fire alarm systems for kindergartens, schools, offices, hotels and hospitals. The company also develops, produces and distributes fire alarms, firefighting equipment and gas detection systems and alarms for the maritime market. Autronica Fire and Security AS operates as a system integrator in the oil and gas market with a complete fire and gas system including flame and gas detection for the oil industry.

AFS' headquarter is located in Trondheim, but we also have regional offices in Oslo, Stavanger (head office Oil&Gas), Moelv, Haugesund, Bergen, Kristiansand, Tønsberg and Harstad. Outside Norway we have offices the following places: UK (London, Aberdeen), Italy (Trieste), Poland (Gdansk), Denmark (Hvidovre, Sabro, Kolding), US (Florida, Houston), Singapore, Dubai, Qatar, Korea (Busan), and China (Shanghai). Worldwide distribution is operated through independent distributors or associated companies.

Autronica Fire and Security AS is a wholly owned subsidiary of Kidde Norway AS. Kidde Norway AS is a wholly owned subsidiary of Carrier Global Corporation, in the USA. On April 3, 2020, United Technologies Corporation ("UTC") separated into three independents, publicly traded companies: UTC, Otis Worldwide Corporation and Carrier Global Corporation (the "Separation"). As a result of the Separation, the ultimate parent of the company changed from UTC to Carrier Global Corporation.

RESULT, INVESTMENT, FINANCING AND LIQUIDITY

Total revenue in 2020 was MNOK 862, a decrease of 8 % from the MNOK 935 in 2019. Operating profit was MNOK 59 – a decrease of 17 % from MNOK 71 in 2019. The decrease in operating profit is mainly driven by lower volume and unfavorable margins compared to last year. Profit before tax was MNOK 58 in 2020, compared with MNOK 70 in 2019.

Total investment in fixed assets in 2020 was MNOK 5.

Total cash and bank deposits were MNOK 57 as of 31.12.20. The company's main bank accounts are included in the Carrier cash pool account resulting that all major aspects of the liquidity are reported as short-term receivables from group companies. Self-ability to finance its investment in the company is good.

Cash flow from operations was positive by MNOK 68 in 2020, compared to a cash flow of MNOK 56 in 2019.

Short term liabilities as of 31.12.2020 amount to 85 % of all debt in the company after the offset of all liabilities to Group Companies during the year; same % as of 31.12.2019. Financial position in the company is satisfactory, and the company has the ability to pay short term debt with the use of its most liquid asset as of 31.12.2020.

Total capital at the end of the year was MNOK 543, an increase of MNOK 34 (7 %) compared with the 508 MNOK in 2019. The equity ratio as of 31.12.2020 was 59%, same % level as of 31.12.2019.

GOING CONCERN

The annual financial statements are prepared under the assumption of going concern. The assumption is based on forecasts for 2021 and the company's long-term strategic forecast for the future years. The company is in a healthy economic and financial position.

With the Covid-19 outbreak it was only from the end of January that the existence of an effective "International Emergency" was declared and a pandemic was only declared on 12 March 2020. The company's services have generally been considered essential in nature and business has been continued throughout the outbreak. The



Covid-19 outbreak was therefore considered by the Directors to be an event that does not entail an adjustment to the balances represented within the financial statements. In any case the situation and its impact on the company are constantly kept under close review by the Directors and appropriate measures are being implemented to protect the company. Currently, the Directors believe that there is no substantial doubt about the company's ability to continue as a going concern, for a reasonable period of time, from the date the financial statements are issued.

FUTURE DEVELOPMENTS

Autronica was expecting an increased activity in all segments in 2021. We assume remaining pressure on margins due to strong competition in all segments and will continue to have focus on productivity through cost control and quality in all processes.

Autronica is going to continue to protect and enhance our position as a global leading supplier in POG and Marine segments and continue with our investments in new technology and products that will take our customers' security to the next level. The Board of Directors maintain a positive believe for the future of the company.

FINANCIAL RISK

Market risk:

The company is exposed to fluctuations in exchange rates; in particular USD and Euro, impacting our profit and loss statement both on revenue and cost. On the revenue side 20% was sold in USD compared to 23 % in 2019, 7% was sold in EUR same percentage as previous year. For Cost of Sales, 21% was in USD, 17% in EUR and 6% in GBP, compared to 22 % for USD, 2 % in GBP and 6 % in EUR for 2019 Financials.

Credit risk:

The risk that counterparties do not have the economic ability to fulfill their obligation is deemed to be low. Historically, the company has suffered few losses on receivables.

Liquidity risk:

The equity ratio as of 31.12.2020 was 59%, same % ratio as from previous year. The company assesses its liquidity as good and no measures are determined to change the liquidity risk.

WORK ENVIRONMENT AND PERSONNEL

Autronica Fire & Security AS is subject to the internal control regulations and has prepared a system to comply. The company works systematically with health, environment and security. Implementation of preventive actions follows dedicated action plans.

Work environment:

Company is subject to regulations that apply in particular for monitoring of the working environment. The Occupational Health Services, Safety Officers and the occupational Environment Committee are used extensively for this purpose.

Personnel:

In 2020 the company had a total of 346 employees that performed 345 full-time equivalents. Same figures for 2019 were 365 and 363 respectively. The working environment is considered good, and improvement measures are ongoing. Such measures concern in particular facilitation of workplaces, with a continuous program of assessment for improvement. Employees also have their own welfare foundation (Autro Vel).



Health:

The company recorded a total sick leave of 3.65 % in 2020 compared with 4.03 % in 2019. The short-term sick leave was 0.5 % while sick leave between 4 to 16 days ended at 1 %. Long-term sick leave (more than 16 days) was 2.16 %.

We are continuously working to reduce the sick leave-percentage. One of these initiatives is our commitment to the agreement inclusive employment ("Inkluderende Arbeidsliv"). The purpose of this agreement is to reduce sick level, retain employees with reduced work capacity and increase the actual retirement age. Additionally, the company has an EHS Manager, Main Safety Delegate, 20 Safety delegates and deputy safety delegates, Working Environment Committee, and industrial Protection Service and subscribes to the Occupational Health Service.

There were four reported accidents during the financial year 2020.

- 26/10-2020 - medical treatment – Engineer got an inflammation after hitting the elbow into the car door.
- 07/10-2020 First aid – Sprained hand after getting hit by a falling hinged cap on a lift
- 21/09-2020 First aid – Electrical shock by non-finalized electrical work on customer site, routine medical check only
- 19/06-2020 First aid – Electrical shock when troubleshooting emergency lighting system, routine medical check only

EQUALITY

The company has a goal to be a workplace where equality between women and men exists. The management work to ensure that there are no differences in the treatment of employees because of gender in cases related to salary, promotions and recruitment.

Of the company's 346 employees 71 are women. The women's share in the top management was 20 % in 2020.

ENVIRONMENTAL REPORTING

Emissions from producing facilities, including substances that may involve environmental damage, are within the official requirements. The company's activities are not regulated by licenses or restrictions. The company is a member of "Elektronikkretur"/ electronic return and therefore is a part of the system for returning and recycling of electronic components/units.

The company produces some waste which is collected according to the prescribed manner.

The following volumes were sent to recycling during 2020 (all numbers in tons):

	2020	2019	2018
Paper/ Cardboard [tons]	16.1	19.8	23.1
Incinerated waste [tons]	20.1	12.2	13.3
Plastic [tons]	2.1	2.4	2.6
EE Recycling [tons]	3.5	6.6	4.3
Metal [tons]	4.1	7.2	8.3
Alkalis [tons]	0.0	0	0
Wood [tons]	4.3	4.0	22.5
Share recycled waste [%]	75.8	79.9	82.9

The following consumption was recorded:



Energy consumption 2020: 1,228,446 kWh
CO2 emission from cars 2020: 448 tons

CO₂ emissions from our fleet of service cars are our largest environmental issue. In 2019 we therefore decided to phase out the fleet with more environmentally friendly cars. Throughout the year we also evaluated which cars that could be changed out to zero emission cars without compromising the services to our customers. By end of 2020 we had changed 20 of our 183 cars are now zero emission vehicles, and 3 are hybrids. This change is the main contributor to our 12.5 % CO₂ reduction from 2019-2020. The change out will continue successively as part of our program.

ANNUAL RESULT AND ALLOCATION


The Board recommends/proposes the following allocation of net profit for 2020 of MNOK 46,153


Transferred to other equity:	MNOK 46,153
Group Contribution given:	MNOK - 30,326
Total to other equity allocation:	MNOK 15,826


THANKS TO THE EMPLOYEES

The company considers that the employees, through their competence and dedication, are the company's most important resource. The Board greatly values the employee's contributions and wish to thank them for excellent contributions during 2020.

Trondheim, 24th of June 2021


Daniel Mark Thompson
Chairman of the Board


Edvard Skjervold
Managing Director
Member of the Board


Meghan Quigley Toner
Member of the Board


Merete Skjerve
Member of the Board
Employees' representative


Geir Beitland
Member of the Board
Employees' representative


Stein Otto Myrland
Member of the Board
Employees' representative



Financial Statements 2020

Autronica Fire And Security AS

Org.nr.:979 975 503



Autronica Fire And Security AS

INCOME STATEMENT

	Note	2020	2019
Revenue	11	861 796 371	934 636 991
Total revenue		861 796 371	934 636 991
Raw materials and goods for resale	14	-321 286 669	-359 719 010
Employee benefits expense	8, 12	-376 205 842	-384 246 196
Depreciation and amortization expenses	1, 2	-8 844 640	-7 121 167
Other operating expenses	2, 13	-96 620 674	-112 460 904
Total operating expenses		-802 957 825	-863 547 277
Operating profit		58 838 547	71 089 715
Interest income from subsidiaries and associated companies		431 600	8 628 060
Other interest income		195 807	231 626
Interest paid to group companies		0	-7 438 721
Other interest expense		-444 443	-703 838
Other financial expense		-913 702	-887 778
Net foreign exchange gains/(-)loss		69 106	-655 328
Total financial records		-661 632	-825 979
Profit/loss before tax		58 176 914	70 263 736
Income tax expense	9	-12 024 137	-14 479 140
Net profit or loss for the year		46 152 777	55 784 596
Allocation			
Group contribution (after tax)	6	30 326 285	0
Transferred from/to other equity	6	15 826 492	-190 956 586
Additional dividend	6	0	246 741 183
Total allocations		46 152 777	55 784 597



Autronica Fire And Security AS

BALANCE SHEET AT 31.12.

ASSETS	Note	2020	2019
Approvals and software	1	9 393 698	10 899 637
Total intangible assets		9 393 698	10 899 637
Fixtures and fittings, tools, office machinery and equipment	2	32 225 869	26 656 388
Total tangible assets		32 225 869	26 656 388
Loans to group companies	5	0	0
Total financial fixed assets		0	0
TOTAL FIXED ASSETS		41 619 567	37 556 025
Inventory	4	65 403 842	68 774 470
Accounts receivable	3, 5	180 152 972	183 848 640
Short-term receivables from group companies	5	120 295 690	91 238 243
Long-term contracts	3	66 902 568	71 160 384
Other short-term receivables		11 694 592	7 486 868
Total receivables		379 045 822	353 734 135
Bank deposits, cash & cash equivalents	15	56 597 653	48 341 179
TOTAL CURRENT ASSETS		501 047 318	470 849 785
TOTAL ASSETS		542 666 885	508 405 810

**Autronica Fire And Security AS**
BALANCE SHEET AT 31.12.

EQUITY AND LIABILITIES	Note	2020	2019
Share capital	6, 7	45 400 000	45 400 000
Share premium	6	136 000 000	136 000 000
Other paid-in equity	6, 13	79 738 609	78 900 336
Total paid-in equity		261 138 609	260 300 336
Other equity	6	57 964 244	42 137 751
Total retained earnings		57 964 244	42 137 751
TOTAL EQUITY		319 102 853	302 438 087
Other provisions	10	4 670 681	5 307 369
Deferred tax	9	28 218 075	24 747 506
Total provisions		32 888 756	30 054 875
Liabilities to group companies	5	0	0
Total long term liabilities		0	0
Accounts payable	5	46 474 758	55 829 694
Liabilities to group companies	5	38 944 580	17 495 957
Overdraft facility		0	0
Taxable payment	9	0	0
Public charges payable		33 525 505	32 054 768
Other short-term liabilities	3, 5	71 730 433	70 532 429
Total short term liabilities		190 675 277	175 912 849
TOTAL LIABILITIES		223 564 033	205 967 724
TOTAL EQUITY AND LIABILITIES		542 666 885	508 405 810

Trondheim, 24th June 2021

Daniel Mark Thompson
Chairman of the BoardEdgar Skjervold
Member of the Board/Managing DirectorGeir Beitland
Member of the BoardMiriam Chatterpoo
Member of the BoardMeghan Quigley Toner
Member of the BoardStein Otto Myrland
Member of the Board



Cash flow statement

	2020	2019
Cash flow from operations		
Profit or loss before income taxes	58 176 914	70 263 737
Ordinary depreciation	8 844 638	7 121 167
Differences in expensed pensions and payments in/out of the pension scheme		
Change in inventory	3 370 628	5 536 297
Change in accounts receivable	3 695 668	-1 301 674
Change in accounts payable	-9 354 936	-1 831 851
Change in other provisions	2 920 420	-23 275 579
Effect of the exchange rate	0	-247 548
Net cash flow from operations	67 653 332	56 264 549
Cash flow from investments		
Purchase of fixed assets	-7 942 780	-12 156 176
Purchase of intangible assets	-4 965 400	-6 410 744
Downpayment of intercompany debt	-29 057 447	735 780 689
Net cash flow from investments	-41 965 627	717 213 769
Cash flow from financing		
Payments of debt to group companies	0	-491 648 222
Net payment of overdraft	0	-17 171 883
Payment of dividend	-17 431 229	-246 741 183
Net cash flow from financing	-17 431 229	-755 561 288
Net change in cash and cash equivalents	8 256 476	17 917 032
Cash and cash equivalents at the beginning of the period	48 341 181	30 424 149
Cash and cash equivalents per 31.12.2020	56 597 658	48 341 181
Specification of cash and cash equivalents per 31.12.2020		
Bank deposits, cash etc.	56 597 658	48 341 181
In addition the company holds the following drawing rights		
Unused cash credit	0	0



Notes to the Financial Statements for 2020

Accounting principles

The financial statements have been prepared in compliance with the Norwegian Accounting Act and the generally accepted accounting principles in Norway.

Revenues

Sales are taken to income when the company has delivered its products. Services provided are recognised as income in proportion to the work performed. The proportion of income related to future service contributions are recognised in the balance sheet as deferred income at the time of sale, and taken to income in proportion to the work performed.

Classification of balance sheet items

Assets intended for long term ownership or use are classified as fixed assets. Assets relating to the trading cycle are classified as current assets. Receivables are classified as current assets if they are to be repaid within one year after the transaction date. Similar criteria apply to liabilities.

Current assets are recognised at the lowest of purchase cost and fair value. Short term debt is recognised in the balance sheet at nominal value on the date of establishment.

Fixed assets are recognised at purchase cost. Fixed assets that deteriorate in value are depreciated linearly over the expected useful life of the asset. Fixed assets that experience a decrease in value that is not expected to be temporary are devalued to fair value. Long term debt in Norwegian Kroner, with the exception of other provisions, are recognised in the balance sheet at nominal value on the date of establishment.

Fixed assets

Fixed assets are reflected in the balance sheet and depreciated to residual value over the asset's expected useful life on a straight-line basis, provided their expected lifetime exceeds 3 years and the purchase cost exceeds NOK 15 000. Direct maintenance of an asset is expensed under operating expenses as and when it is incurred. Expenditure for additions or improvements are added to the asset's cost price and depreciated together with the asset. The split between maintenance and additions/improvements is calculated based on the asset's condition at the date of acquisition.

Long term contracts

Work in progress on long term fixed-price contracts is valued according to the percentage of completion method. The degree of completion is calculated based on expenses incurred as a percentage of estimated total expense. Total expenses are reviewed on a regular basis. If projects are expected to result in losses, the total estimated loss is recognised immediately.

Smaller fixed-price contracts are valued according to the principle of delivery, that is income is recognised in proportion to the amount delivered.

Provisions for guarantee commitments are made.



Notes to the Financial Statements for 2020

Inventories

Inventory of goods for resale is valued at the lowest of purchase cost (according to the FIFO principle) and fair value. Finished goods and work in progress are valued at production cost. Inventories are devalued for foreseeable obsolete stock.

Accounts receivable

Accounts receivable and other receivables are recognised in the balance sheet at face value reduced by provision for foreseeable losses. Provision for losses on receivables are based on individual assessments of the receivables. In addition an unspecified provision for losses on the remainder of accounts receivable is made.

Guarantee liabilities

Expected costs of guarantee work related to sales and finished projects are expensed, and recognised as a provision in the balance sheet. Historical data is applied to estimate guarantee liability provisions.

Foreign currencies

Assets and liabilities denoted in foreign currencies are valued at the exchange rate on the balance sheet date.

Pensions

The company's pension commitment is calculated in accordance with NRS 6.

The company has various pension schemes. The pension schemes are financed through payments to insurance companies, with the exception of the early retirement pension scheme (AFP). The company has defined contribution plans.

Defined contribution plan

With a defined contribution plan the company pays contributions to an insurance company. After the contribution has been made the company has no further commitments to pay. The contribution is recognised as a payroll expense. Prepaid contributions are reflected as an asset (pension fund) provided the contribution can be refunded or will reduce future payments.

Tax

The tax charge in the income statement includes both payable taxes for the period and changes in deferred tax. Deferred tax is calculated at 22 % on the basis of the temporary differences which exist between accounting and tax values, and any carryforward losses for tax purposes at the year-end. Tax enhancing or tax reducing temporary differences, which are reversed or may be reversed in the same period, have been eliminated. The disclosure of deferred tax benefits on net tax reducing differences which have not been eliminated, and carryforward losses, is based on estimated future earnings. Deferred tax and tax benefits which may be shown in the balance sheet are presented as net values.

Tax reduction on group contributions given directly reduce taxes payable in the balance sheet.

Cash flow statement

The cash flow statement has been prepared according to the indirect method. Cash and cash equivalents include cash, bank deposits and other short term investments which immediately and with minimal exchange risk can be converted into known cash amounts within three months from purchase date.



Notes to the Financial Statements for 2020

Note 1 Intangible assets

Intangible assets	Software	Approvals	Total
Purchase cost 01.01.	24 182 948	43 379 345	67 562 293
Additions	629 794	4 383 382	5 013 176
Disposals		0	0
Purchase cost 31.12.	24 812 742	47 762 727	72 575 469
Accumulated depreciation 31.12.	19 923 371	43 258 400	63 181 771
Net book value 31.12.	4 889 371	4 504 327	9 393 698
Depreciation in the year	2 730 343	3 740 996	6 471 339
Estimated economic life	3 years	3 years	
Depreciation plan	Straight line	Straight line	

Approvals are investments made to obtain legal rights to sell the products in the different markets.
Software (JDE) relates to investment in a new ERP-system.

Note 2 Fixed assets

Fixed assets	Buildings and land	Machines	Total fixed assets
Purchase cost 01.01.	14 398 922	34 897 544	49 296 466
Additions	0	7 967 058	7 967 058
Disposals	0	0	0
Purchase cost 31.12.	14 398 922	42 864 602	57 263 524
Accumulated depreciation 31.12.	8 950 582	16 087 073	25 037 658
Reclassification from hardware		0	0
Net book value 31.12.	5 448 340	26 777 529	32 225 869
Depreciation in the year	935 928	1 437 371	2 373 299
Estimated economic life	10 years	5-7 years	
Depreciation plan	Straight line	Straight line	

Annual rental of non-financial assets

Non-financial assets	Rental period	Annual rent
Cars	1 - 5 years	9 081 689
Buildings	1 - 12 years	23 400 991

Note 3 Long term contracts

Balance sheet value of projects	2020	2019
<i>Included in Accounts receivable</i>		
Revenue reconciled on orders not delivered	3 887 744	4 473 463
<i>Included in short term debt</i>		
Invoiced, not yet delivered orders	5 589 105	5 751 890
Long term contracts in progress	66 902 568	71 160 384
Advance sales contracts	-13 286 415	-9 918 185

Note 4 Inventory

	2020	2019
Raw materials	61 949 550	57 810 426
Finished goods of own production	3 454 292	10 964 044
Total	65 403 842	68 774 470
Inventory valued at purchase cost	80 742 491	81 824 133
Bad debt provision	15 338 649	13 049 663
Total	65 403 842	68 774 470



Note 5 Balance with group companies, etc.

	Trade debtors		Other debtors	
	2020	2019	2020	2019
Intercompany balance; group companies	8 134 857	7 029 155	120 295 690	91 238 243
Total	8 134 857	7 029 155	120 295 690	701 609 708

	Long term receivable		Long term liabilities	
	2020	2019	2020	2019
Intercompany balance; group companies	0	0	0	0
Total	0	0	0	0

The company has made settlement of the Long-term receivables and liabilities related to accrued group contributions from/to Kidde Norway AS.

	Accounts payable		Other short term liability	
	2020	2019	2020	2019
Intercompany balance; group companies	37 068 831	19 341 504	38 944 580	17 495 958
Total	37 068 831	19 341 504	38 944 580	17 495 958

Other short-term liabilities include group contributions for the year to Kidde Norway AS.

Summary of group contribution in 2020.

	2020	2019
Accrued group contribution payments to Kidde Norway AS included tax	38 879 853	17 495 958

Note 6 Shareholders equity

Equity changes in the year	Share capital	Share premium	Other paid-in equity	Total paid-in equity	Other equity	Total
Equity 31.12.19	45 400 000	136 000 000	78 900 336	260 300 336	42 137 755	302 438 087
Profit for the year	-	-	-	-	46 152 777	46 152 777
Group contribution given	-	-	-	-	-30 326 285	-30 326 285
Additional dividend	-	-	-	-	-	-
Value of employee options	-	-	838 274	838 274	-	838 274
Equity 31.12.	45 400 000	136 000 000	79 738 610	261 138 610	57 964 247	319 102 853

Note 7 Share capital and shareholders

The share capital of NOK 45 400 000 consists of 2 270 000 shares at NOK 20. All shares have the same rights.

Kidde Norway AS is the only shareholder in Autronica Fire and Security AS per 31.12.2020.

The Kidde Norway group is a part of Carrier Global Corporation based in Palm Beach Gardens, Florida, USA. There are no statutory accounts for the Kidde Norway group since it is consolidated into Carrier's accounts.

On April 3, 2020, United Technologies Corporation ("UTC") separated into three independent, publicly traded companies; UTC, Otis Worldwide Corporation and Carrier Global Corporation (the "Separation"). As a result of the Separation, the ultimate parent of the Company changed from UTC to Carrier Global Corporation.

Note 8 Pension expenses

The company has pension schemes which cover a total of 365 persons. All employees participate in a group pension scheme in compliance with Norwegian legislation. The schemes give rights to defined future benefits. These are mainly dependent on the number of qualifying employment years, salary level at pension age, and the amount of benefits from the National Insurance Scheme. The commitment related to the group pension scheme is covered through an insurance company.

In addition, the company has an agreed retirement scheme (AFP). Per 31.12.2017 the company has an uninsured pension scheme recorded in the balance sheet as a asset. The uninsured pension scheme consists of liability for undercoverage in the old AFP-scheme, as well as liabilities relating to retirees comprised by the old pension scheme.

The company's pension schemes meet the requirements of the law on compulsory occupational pension.

	2020	2019
Defined contribution		
Pensjon defined contribut. Plan	19 977 844	22 238 603
Social security fees	2 950 278	3 135 643
Total	22 928 122	25 374 246



Notes to the Financial Statements for 2020

Note 9 Taxes

	Change	2020	2019
Breakdown of temporary differences			
Assets (including goodwill)	-4 513 735	9 423 987	4 910 252
Inventory	2 288 986	-15 338 649	-13 049 663
Accounts receivable	1 505 055	-7 828 716	-6 323 661
Provisions	-636 688	-4 670 681	-5 307 369
Pension liability	260 499	520 996	781 495
Long term contract	-14 679 428	146 157 039	131 477 611
Carried forward Loss	0	0	0
Net temporary differences	-15 775 311	128 263 976	112 488 665
Errors previous years	0	0	0
Differences not part of deferred taxes	0	0	0
Basis for deferred taxes	-15 775 311	128 263 976	112 488 665
Deferred tax liabilities (+)/deferred tax assets (-)	-3 470 568	28 218 075	24 747 506
Deferred tax not shown in the balance sheet	0	0	0
Deferred tax 31.12	-3 470 568	28 218 075	24 747 506
Basis for income tax expense, changes in deferred tax and tax payable			
Profit before tax		58 176 914	70 263 737
Correction of "SkatteFUNN"		0	-624 818
Permanent differences		-3 521 748	-4 449 461
Basis for the tax expense for the year		54 655 166	65 189 458
Change in temporary differences		-15 775 311	-47 693 503
Basis for payable taxes in the income statement		38 879 856	17 495 955
+/- Group contributions received/given		-38 879 856	-17 495 955
Taxable income (basis for payable taxes in the balance sheet)		0	0
Components of the income tax expense			
Payable tax on this year's result (22 % of basis for tax payable in year)		8 553 568	3 849 110
Adjustment for prior years' provision		0	0
Total payable tax		8 553 568	3 849 110
Change in deferred tax		3 470 568	10 492 571
Change in deferred tax from change in tax rate		0	0
Change in deferred tax of the correction of "SkatteFUNN"		0	137 460
Tax expense		12 024 137	14 479 140
Reconciliation of the tax expense			
Result before taxes		58 176 914	70 263 737
Calculated tax 22%		12 798 921	15 458 022
Tax expense		12 024 137	14 479 140
Difference		-774 784	-978 882
The difference consist of:			
22 % of permanent differences		-774 786	-978 881
Sum explained differences		-774 784	-978 882
Payable taxes in the balance sheet			
Payable tax in the tax charge		8 553 568	3 849 110
Tax effect of group contribution		-8 553 568	-3 849 110
Payable tax 31.12		0	0



Notes to the Financial Statements for 2020

Note 10 Accrual for liabilities

	2020	2019
Guarantee provision	4 670 681	5 307 370
Total guarantee provision	4 670 681	5 307 370

The guarantee provision is the general guarantee accrual made for products according to Carrier's Policy

Note 11 Operating income

Activity distribution	2020	2019
Land based	355 131 211	352 903 525
Oil & Gas	307 280 402	343 096 319
Maritime	199 384 758	238 637 147
Total	861 796 371	934 636 991

Geographical distribution	2020	2019
Norway	452 881 288	496 005 028
Sweden	24 889 037	24 367 145
Italy	16 547 223	22 054 243
UK	24 436 763	28 071 869
Finland	26 335 979	19 605 129
United States (Region)	33 569 663	36 915 302
Rest of Europe	83 019 227	88 499 700
Asia Pacific country	125 692 546	136 237 629
Middle East land	34 045 169	42 088 099
Other countries	40 379 475	40 792 846
Total	861 796 371	934 636 991

Note 12 Payroll expenses, number of employees, remunerations, loans to employees, etc.

Payroll expenses	2020	2019
Salaries/wages	265 337 719	274 193 030
Social security fees	38 440 123	41 116 528
Pension expenses	24 555 140	27 297 602
Options	834 562	-80 588,00
Other remuneration	47 038 297	41 167 972
Total	376 205 842	383 694 544

The number of full-time equivalent employees in the accounting year has been 348

Remuneration to executives	Managing Director	Board members
Salaries	2 000 905	0
Pension expenses	133 800	0
Bonus	694 300	0
Other remuneration	187 035	0

The Managing Director has a bonus agreement. Actual award is determined by individual and company performance and is measured against previously established objectives. If all variables are 100 % realized, the bonus equates to 40 % of the base salary.

The Managing Director has right to a severance package when leaving his position.

The Managing Director has been awarded stock options from the parent company Carrier Global Corporation. More information about stock options is given in the following section.



Note 13 Payroll expenses

Stock options

Share options are granted from the parent company Carrier Global Corporation to management and selected staff. The exercise price of the option equals the market price of Carrier Global Corporation's shares at the exercise date. Vesting is conditional upon the employee working at the company for 3 years after the grant date. The options are exercisable three years after the grant date. The option shall be settled in shares of the parent company Carrier Global Corporation. Most of the options have a contractual maturity of 10 years, some 3 years.

The real value of the options granted during the period is calculated using the Black-Scholes option pricing model. NOK 834 562 was booked as expense in 2020 (including payroll tax). NOK 838 273 are recorded as additional paid-in equity. The main inputs were the share price at grant date, exercise price, the standard deviation of expected stock returns, expected dividends, the option term and annual risk-free rate.

There are no loans or collateral to the Managing Director, Chairman of the board or other related parties. There is no individual loans or collateral that is more than 5% of the company's equity.

Expensed audit fee

	2020	2019
Statutory audit	270 000	270 000
Technical assistance with financial statements and tax papers	262 683	300 017
Other assurance services	85 595	55 070
Total audit fees	618 278	625 087

VAT is not included in the audit fees. Other services are related to supporting the process of the additional dividend and settlement of the intercompany balance.

Note 14 Posts that have been merged in the accounts

Material cost	2020	2019
Inventory change work in progress and finished goods	2 031 698	1 428 002
Material purchases	319 254 971	358 358 589
Total material cost	321 286 669	359 786 591

Note 15 Restricted bank deposits, overdraft facilities and bank guarantees

Restricted bank deposits	2020	2019
Restricted tax deductions	12 992 982	12 743 699

The company's bank has given bank guarantees of NOK 72 721 347 for ongoing projects per 31.12.20.

Note 16 Related-party transactions

Remuneration to executives is disclosed in note 13, and intercompany balance with group companies is disclosed in note 5.

Related-party transactions:	2020
a) Sales of goods and services	
Sales of goods:	20 088 396
- Related companies	20 088 396
b) Purchases of goods and services	
Purchases of goods and services:	176 321 205
- Related companies	176 321 205