



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 948 308 568
Organisasjonsform: Aksjeselskap
Foretaksnavn: GOODYEAR NORGE AS
Forretningsadresse: c/o Kvale Advokatfirma DA
Haakon VIIs gate 10
0161 OSLO

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: Frank Matthias Titz
Dato for fastsettelse av årsregnskapet: 11.05.2021

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, 26.06.2022



Resultatregnskap

Beløp i: NOK	Note	2020	2019
RESULTATREGNSKAP			
Inntekter			
Salgsinntekt	2, 3	158 049 171	142 897 603
Sum inntekter		158 049 171	142 897 603
Kostnader			
Varekostnad	3	134 776 560	115 451 095
Lønnskostnad	4, 5	8 058 969	8 397 155
Annen driftskostnad	3, 4	15 380 312	14 793 611
Sum kostnader		158 215 841	138 641 861
Driftsresultat		-166 670	4 255 742
Finansinntekter og finanskostnader			
Renteinntekt fra foretak i samme konsern	3	29 512	74 294
Annen finansinntekt		321 181	317 058
Sum finansinntekter		350 693	391 352
Rentekostnad til foretak i samme konsern	3	-73 864	-275 804
Annen finanskostnad		-380 091	-153 376
Sum finanskostnader		-453 955	-429 180
Netto finans		-103 262	-37 828
Ordinært resultat før skattekostnad		-269 932	4 217 914
Skattekostnad på ordinært resultat	6	-48 709	235 601
Ordinært resultat etter skattekostnad		-221 223	3 982 313
Årsresultat		-221 223	3 982 313
Overføringer og disponeringer			
Overføringer annen egenkapital	9	-221 223	3 982 313
Sum overføringer og disponeringer		-221 223	3 982 313



Balanse

Beløp i: NOK	Note	2020	2019
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	6	982 007	967 064
Sum immaterielle eiendeler		982 007	967 064
Sum anleggsmidler		982 007	967 064
Omløpsmidler			
Varer			
Fordringer			
Kundefordringer		4 044 822	7 909 394
Andre fordringer	7	26 158 091	10 626 120
Sum fordringer		30 202 913	18 535 514
Bankinnskudd, kontanter og lignende			
Sum bankinnskudd, kontanter og lignende	8	2 267 651	12 539 076
Sum omløpsmidler		32 470 564	31 074 590
SUM EIENDELER		33 452 571	32 041 654
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Aksjekapital	9, 10	5 550 000	5 550 000
Overkurs	9	1 034 543	1 034 543
Sum innskutt egenkapital		6 584 543	6 584 543
Opptjent egenkapital			
Annen egenkapital	9	7 324 682	7 545 905
Sum opptjent egenkapital		7 324 682	7 545 905



Balanse

Beløp i: NOK	Note	2020	2019
Sum egenkapital		13 909 225	14 130 448
Gjeld			
Langsiktig gjeld			
Pensjonsforpliktelser	5	2 736 794	2 443 873
Sum avsetninger for forpliktelser		2 736 794	2 443 873
Annen langsiktig gjeld			
Sum langsiktig gjeld		2 736 794	2 443 873
Kortsiktig gjeld			
Leverandørgjeld	7	8 422 270	7 678 822
Betalbar skatt	6		1 202 665
Skyldige offentlige avgifter		4 749 903	4 533 312
Annen kortsiktig gjeld		3 634 379	2 052 534
Sum kortsiktig gjeld		16 806 552	15 467 333
Sum gjeld		19 543 346	17 911 206
SUM EGENKAPITAL OG GJELD		33 452 571	32 041 654



Goodyear Norge AS

Annual report 2020

Board of directors' report

Annual accounts

- Income statement
- Balance sheet
- Cash flow statement
- Notes

Auditors' report



Goodyear Norge AS

**GOODYEAR NORGE AS
ANNUAL REPORT 2020**

THE NATURE OF THE BUSINESS AND LOCATION

Goodyear Norge AS sells tires for passenger cars, trucks, construction machines and motorcycles. Goodyear Norge AS is 100% owned by Goodyear Sverige AB, and is a wholly owned subsidiary of the Goodyear Group. The Norwegian organization with offices in Oslo is a pure sales organization that markets and sells tires and accessories.

STILL OPERATING

In accordance with section § 3-3a of the Accounting Act, we confirm that the assumption of going concern has been used in the preparation of the accounts. The enclosed income statement and balance sheet provide a fair view of the result in 2020 and the financial position at the end of the year. Due to the sudden and sharp decline in industry demand and the temporary suspension of production at our EMEA manufacturing facilities as a result of the COVID-19 pandemic, our principal company and central entrepreneur in EMEA, GDTO has suffered a significant operating loss for 2020. Our contractual agreements with GDTO have been renegotiated in the course of 2020 following the force majeure event constituted by the pandemic and as a result our target operating margin was reduced to nil in 2020 in line with a benchmarking study from Deloitte. We expect that the operating margins for 2021 will be restored to the normal contractually agreed levels in 2021.

Goodyear Norge AS is financed through the Group's Cash pool, which is considered sufficient to support continued operations.

REPORT FOR THE FINANCIAL STATEMENTS

The company's turnover in 2020 was NOK 158 million, an increase of 11% compared to 2019. The company made a loss in 2020 of NOK 221 223 compared to a profit of NOK 3 982 313 the year before. Given the material impact of the Covid-19 pandemic in 2020, the directors of the board are satisfied with the result.

No dividend has been allocated in the annual accounts for 2020. The annual result has been allocated as follows:

Dividend	NOK	0
Transfers other equity	NOK	-221 223
Sum predisposed	NOK	-221 223

As of 31 December 2020, the total equity amounts to NOK 13 909 225, of which NOK 7 324 682 is defined as "Other equity". The total balance sheet amounts to NOK 33 452 571.

The liquidity is considered satisfactory.

CAPITAL AND FINANCIAL RISK

The company has no changes in the share capital in 2020.

The company has debt in NOK, SEK and EUR. Given the business model from 2011, the main portion of debt is in NOK, and the company is thus not exposed to material exchange rate fluctuations.

WORKING ENVIRONMENT, EQUALITY AND DISCRIMINATION

The working environment is considered good. Sickness absence has been at a satisfactory level, much like last year. No serious injuries or accidents have been reported in the workplace.

The Board consists of 2 men. Equality is always a factor upon hiring new recruits and promotions in the company. There is no practice of differential treatment and the company is in compliance with the Gender Equality Act.



Goodyear Norge AS

ENVIRONMENTAL

The business sector does not cause any pollution or emissions that could be detrimental to the external environment beyond what is normal for a company operating in this industry.

11 May 2021

Oslo _____

Frank Matthias Titz
General Manager/Board member

Steinar Nundal
Chairman of the Board



Goodyear Norge AS

Income statement

	Note	2020	2019
Revenue			
Sales revenue	2, 3	<u>158 049 171</u>	<u>142 897 603</u>
Operating expenses			
Cost of stocks	3	134 776 560	115 451 095
Payroll expenses	4, 5	8 058 969	8 397 155
Other operating expenses	3, 4	<u>15 380 312</u>	<u>14 793 611</u>
Total operating expenses		<u>158 215 841</u>	<u>138 641 861</u>
Operating result		<u>-166 670</u>	<u>4 255 742</u>
Financial income and expenses			
Interest income from group companies	3	29 512	74 294
Other financial income		321 181	317 058
Interest paid to group companies	3	-73 864	-275 804
Other financial expenses		<u>-380 091</u>	<u>-153 376</u>
Net financial items		<u>-103 262</u>	<u>-37 828</u>
Ordinary result before tax		<u>-269 932</u>	<u>4 217 914</u>
Tax on ordinary result	6	<u>-48 709</u>	<u>235 601</u>
Net profit for the year		<u>-221 223</u>	<u>3 982 313</u>
Allocated as follows			
Transferred to other equity	9	<u>-221 223</u>	<u>3 982 313</u>



Goodyear Norge AS

Balance sheet as of December 31

	Note	2020	2019
Fixed assets			
<i>Intangible assets</i>			
Deferred tax asset	6	<u>982 007</u>	<u>967 064</u>
Total intangible assets		<u>982 007</u>	<u>967 064</u>
Total fixed assets		<u>982 007</u>	<u>967 064</u>
Current assets			
<i>Receivables</i>			
Trade receivables		4 044 822	7 909 394
Other receivables	6,7	<u>26 158 091</u>	<u>10 626 120</u>
Total accounts receivable		<u>30 202 913</u>	<u>18 535 514</u>
Cash and cash equivalents	8	<u>2 267 651</u>	<u>12 539 076</u>
Total current assets		<u>32 470 564</u>	<u>31 074 590</u>
Total assets		<u>33 452 571</u>	<u>32 041 654</u>



Goodyear Norge AS

Balance sheet as of December 31

	Note	2020	2019
Equity			
<i>Paid-in capital</i>			
Share capital	9, 10	5 550 000	5 550 000
Share premium reserve	9	1 034 543	1 034 543
Total paid-in capital		<u>6 584 543</u>	<u>6 584 543</u>
<i>Retained earnings</i>			
Other equity	9	7 324 682	7 545 905
Total retained earnings		<u>7 324 682</u>	<u>7 545 905</u>
Total equity		<u>13 909 225</u>	<u>14 130 448</u>
Liabilities			
<i>Provisions</i>			
Pension liabilities	5	2 736 794	2 443 873
Total provisions		<u>2 736 794</u>	<u>2 443 873</u>
<i>Current liabilities</i>			
Trade creditors	7	8 422 270	7 678 822
Tax payable	6	0	1 202 665
Public duties payable		4 749 903	4 533 312
Other short-term liabilities		3 634 379	2 052 534
Total current liabilities		<u>16 806 552</u>	<u>15 467 333</u>
Total liabilities		<u>19 543 346</u>	<u>17 911 206</u>
Total equity and liabilities		<u>33 452 571</u>	<u>32 041 654</u>

11 May 2021
Oslo,

Steinar Nundal

Chairman

Frank Matthias Titz
Board member/
General Manager



Goodyear Norge AS

Cash flow statement 01.01-31.12

	Note	2020	2019
Cash flow from operating activities			
Profit/loss before tax		-269 932	4 217 914
Taxes paid		-1 202 665	-1 001 852
Changes in trade receivables and trade payables		4 608 021	-6 140 910
Changes in pension scheme assets/liabilities		292 921	-71 543
Changes in other current balance sheet items		2 879 235	1 252 848
Net cash flow from operating activities		<u>6 307 580</u>	<u>-1 743 543</u>
Cash flow from investing activities			
Intercompany bank		<u>-16 579 005</u>	<u>11 793 456</u>
Net cash flow from investing activities		<u>-16 579 005</u>	<u>11 793 456</u>
Cash flow from financing activities			
Dividends paid		<u>0</u>	<u>-8 500 000</u>
Net cash flow from financing activities		<u>0</u>	<u>-8 500 000</u>
Net change in cash and cash equivalents		-10 271 425	1 549 913
Cash and cash equivalents at 01.01		<u>12 539 076</u>	<u>10 989 163</u>
Cash and cash equivalents at 31.12		<u>2 267 651</u>	<u>12 539 076</u>



Goodyear Norge AS

Notes to the accounts for 2020

Note - 1 Accounting Principles

The annual report is prepared according to the Norwegian Accounting Act 1998 and generally accepted accounting principles.

Sales revenue

Sales revenues are recognized at the time of delivery. Revenue from services are recognized at execution.

Balance sheet classification

Net current assets comprise creditors due within one year, and entries related to goods circulation. Other entries are classified as fixed assets and/or long-term creditors.

Current assets are valued at the lower of acquisition cost and fair value. Short-term creditors are recognized at nominal value.

Fixed assets are valued by the cost of acquisition, in the case of non-incident reduction in value the asset will be written down to the fair value amount. Long-term creditors are recognized at nominal value.

Trade and other receivables

Trade receivables and other current receivables are recorded in the balance sheet at nominal value less provisions for doubtful debts. Provisions for doubtful debts are calculated on the basis of individual assessments. In addition, for the remainder of accounts receivables outstanding balances, a general provision is carried out based on expected loss.

Foreign currency translation

Foreign currency transactions are translated using the yearend exchange rates.

Property, plant and equipment

Property, plant and equipment is capitalized and depreciated over the estimated useful economic life, given that the estimated economic life is more than 3 years and that the cost is more than NOK 15 000. Direct maintenance costs are expensed as incurred, whereas improvements and upgrading are assigned to the acquisition cost and depreciated along with the asset.

Lease agreements

The company's lease agreements are classified as operational and the lease payments are an operating cost that is distributed systematically over the entire lease term.

Pensions

Pension costs and pension liabilities are estimated on the basis of linear earnings and future salary. The calculation is based on assumptions of discount rate, future wage adjustments, pension and other payments from the national insurance fund, future return on pension funds and actuarial assumptions for deaths, voluntary resignation etc. Pension funds are valued at fair value and deducted from net pension liabilities in the balance sheet. Changes in the pension obligations due to changes in pension plans are recognized over the estimated average remaining service period. When the accumulated effect of changes in estimates, changes in assumptions and deviations from actuarial assumptions exceed 10 percent of the higher of pension obligations and pension plan assets, the excess amount is recognized over the estimated average remaining service period.



Goodyear Norge AS

Notes to the accounts for 2020

Income tax

Tax expenses in the profit and loss account comprise both tax payable for the accounting period and changes in deferred tax. Deferred tax is calculated at 22 percent on the basis of existing temporary differences between accounting profit and taxable profit together with tax deductible deficits at the year end. Temporary differences both positive and negative, are balance out within the same period. Deferred tax assets are recorded in the balance sheet to the extent it is more likely than not that the tax assets will be utilized.

Tax payable and deferred tax are recognized directly against the equity to the extent that tax items relate to equity transactions.

Cash flow statement

The cash flow statement is presented using the indirect method. Cash and cash equivalents include cash, bank deposits and other short term highly liquid placements.

Note 2 - Sales of goods

	2020	2019
<i>By business area</i>		
Norway	158 049 171	142 897 603

Note 3 - Intercompany transactions

The company has transactions with 4 companies within The Goodyear Tire & Rubber Company group:

Goodyear Dunlop Tires Operations S.A. (Luxembourg)
EEMEA Financial Services Center (Poland)
Goodyear Sverige AB (Sweden)
Goodyear Tires and Rubber Company (USA)

Goodyear Tires and Rubber Company (USA) is the ultimate parent company in the group.

<i>Transaction type</i>	2020	2019
Purchase of goods	-134 807 003	-116 666 506
Centralized services	-9 205 108	-7 436 897
Sales	1 281 246	1 590 620
Interest income	29 512	74 294
Interest expence	-73 864	-275 804



Goodyear Norge AS

Notes to the accounts for 2020

Note 4 - Wage costs, number of employees, remuneration, loans to employees and auditor's fee

<i>Wage costs</i>	2020	2019
Salaries	5 133 673	5 541 661
Payroll tax	968 505	1 046 593
Pension costs	1 064 002	1 069 407
Other payments	892 789	739 494
Total	<u>8 058 969</u>	<u>8 397 155</u>

The average number of employees in the company during the year: 7

Management remuneration

There have been no salary or pension expenses for the general manager or the board of directors. The General Manager is paid by the parent company and has not received any salary or remuneration from the company in 2020.

There are no loans or collaterals to the general manager or board members.

Auditor fee has been divided as follows	2020	2019
Audit fee	195 028	162 171

VAT is not included in the figures of auditor's fee.



Goodyear Norge AS

Notes to the accounts for 2020

Note 5 - Pensions

The company is required to have an occupational pension scheme in accordance with the Norwegian law on required occupational pension ("lov om obligatorisk tjenstepensjon"). The company's pension scheme meets the requirements of this law.

The company's pension schemes comprise a total of 11 people. The schemes give the right to defined future benefits. These are mainly dependent on the number of earning years, salary level at retirement age and the size of the benefits from the National Insurance Scheme. The obligations are covered through an insurance company.

	2020	2019
Service cost	1 074 424	1 077 993
Net cost (income) including social security contribution	-148 203	-83 164
Management costs including social security contribution	118 715	95 682
Administrative expenses	31 868	30 864
Actuarial loss / gain recognized in the income statement	0	-22 146
Pension cost recognized in the income statement	<u>1 076 804</u>	<u>1 099 229</u>
	2020	2019
Earned pension obligations	7 750 000	6 750 000
Pension liability	-9 698 536	-9 414 315
Non-recognized actuarial loss (gain)	-788 258	220 442
Net benefit obligations in the balance sheet	<u>-2 736 794</u>	<u>-2 443 873</u>
<i>Principal assumptions:</i>	2020	2019
Discount rate	1,50%	1,80%
Expected annual compensation increase	2,00%	2,25%
Expected annual return on pension plan assets	0,00%	0,70%
Expected annual G-regulation	1,75%	2,00%
Pension corridor	10,00%	10,00%
Average social security contribution factor	14,10%	14,10%

The actuarial assumptions are based on assumptions of demographical factors normally used within the insurance industry.



Goodyear Norge AS

Notes to the accounts for 2020

Note 6 - Income taxes

<i>Income tax expenses</i>	2020	2019
Tax payable	-33 766	1 202 665
Change in deferred tax	-14 943	-967 064
Total income tax expense	<u>-48 709</u>	<u>235 601</u>
<i>Tax base estimation</i>	2020	2019
Ordinary result before tax	-269 932	4 217 914
Permanent differences	48 528	91 939
Change in temporary difference	67 922	1 156 806
Tax base	<u>-153 482</u>	<u>5 466 659</u>
Payable tax/ (tax in credit) in balance sheet	-33 766	1 202 665
<i>Temporary differences outlined</i>	2020	2019
Fixed assets	-65 977	-82 471
Receivables	-1 259 482	-1 729 568
Pension obligations	-2 736 794	-2 443 873
Provisions	-401 416	-139 835
Total	<u>-4 463 669</u>	<u>-4 395 747</u>
Total	<u>-4 463 669</u>	<u>-4 395 747</u>
Deferred income tax asset (22%)	-982 007	-967 064
Deferred income tax asset in balance sheet	<u>-982 007</u>	<u>-967 064</u>
<i>Effective tax rate</i>	2020	
Expected income taxes, statutory tax rate 22%	-59 385	
Permanent differences (22%)	10 676	
Income tax expense	<u>-48 709</u>	
Effective tax rate	-18,0 %	



Goodyear Norge AS

Notes to the accounts for 2020

Note 7 - Intercompany balance group company and associate

<i>Receivables</i>	2020	2019
Intercompany loans	25 681 053	9 102 048
<i>Payables</i>	2020	2019
Trade creditors	7 202 136	5 937 935

The company is part of the consolidation of The Goodyear Tire & Rubber Company. The consolidated accounts can be obtained by contacting Corporate Offices, The Goodyear Tire & Rubber Company, 1133 East Market Street, Akron, Ohio, 44316-0001.

Note 8 - Bank deposit

	2020
Restricted tax funds of year end	2 215 548

Note 9 - Owners equity

	Share capital	Share premium reserve	Other equity	Total
Owners equity 01.01.2020	5 550 000	1 034 543	7 545 905	14 130 448
Profit for the year	0	0	-221 223	-221 223
Owners equity 31.12.2020	5 550 000	1 034 543	7 324 682	13 909 225

Note 10 - Share Capital

The company has 5 550 shares, with a nominal value of NOK 1 000, which gives a total share capital of NOK 5 550 000.

The company has one class of shares.

All shares are owned by Goodyear Sverige AB. There are no voting restrictions in the Articles of Association.

Note 11 - Impact of Covid-19 pandemic

2020 was a difficult year for Goodyear Norge AS, where profitability decreased as a result of the significant impact of the Covid-19 pandemic. Management expect that the company will return to normal levels in 2021, as the impacts of Covid-19 are deemed to be temporary.



Goodyear Norge AS

Annual report 2020

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Goodyear Norge AS

**GOODYEAR NORGE AS
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No dividend has been allocated in the annual accounts for 2020. The annual result has been allocated as follows:

Dividend	NOK	0
Transfers other equity	NOK	-221 223
Sum predisposed	NOK	-221 223

As of 31 December 2020, the total equity amounts to NOK 13 909 225, of which NOK 7 324 682 is defined as "Other equity". The total balance sheet amounts to NOK 33 452 571.

The liquidity is considered satisfactory.

CAPITAL AND FINANCIAL RISK

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Goodyear Norge AS

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11 May 2021

Oslo _____

Frank Matthias Titz
General Manager/Board member

Steinar Nundal
Chairman of the Board



Goodyear Norge AS

Income statement

	Note	2020	2019
Revenue			
Sales revenue	2, 3	<u>158 049 171</u>	<u>142 897 603</u>
Operating expenses			
Cost of stocks	3	134 776 560	115 451 095
Payroll expenses	4, 5	8 058 969	8 397 155
Other operating expenses	3, 4	<u>15 380 312</u>	<u>14 793 611</u>
Total operating expenses		<u>158 215 841</u>	<u>138 641 861</u>
Operating result		<u>-166 670</u>	<u>4 255 742</u>
Financial income and expenses			
Interest income from group companies	3	29 512	74 294
Other financial income		321 181	317 058
Interest paid to group companies	3	-73 864	-275 804
Other financial expenses		<u>-380 091</u>	<u>-153 376</u>
Net financial items		<u>-103 262</u>	<u>-37 828</u>
Ordinary result before tax		<u>-269 932</u>	<u>4 217 914</u>
Tax on ordinary result	6	<u>-48 709</u>	<u>235 601</u>
Net profit for the year		<u>-221 223</u>	<u>3 982 313</u>
Allocated as follows			
Transferred to other equity	9	<u>-221 223</u>	<u>3 982 313</u>



Goodyear Norge AS

Balance sheet as of December 31

	Note	2020	2019
Fixed assets			
<i>Intangible assets</i>			
Deferred tax asset	6	<u>982 007</u>	<u>967 064</u>
Total intangible assets		<u>982 007</u>	<u>967 064</u>
Total fixed assets		<u>982 007</u>	<u>967 064</u>
Current assets			
<i>Receivables</i>			
Trade receivables		4 044 822	7 909 394
Other receivables	6,7	<u>26 158 091</u>	<u>10 626 120</u>
Total accounts receivable		<u>30 202 913</u>	<u>18 535 514</u>
Cash and cash equivalents	8	<u>2 267 651</u>	<u>12 539 076</u>
Total current assets		<u>32 470 564</u>	<u>31 074 590</u>
Total assets		<u>33 452 571</u>	<u>32 041 654</u>



Goodyear Norge AS

Balance sheet as of December 31

	Note	2020	2019
Equity			
<i>Paid-in capital</i>			
Share capital	9, 10	5 550 000	5 550 000
Share premium reserve	9	1 034 543	1 034 543
Total paid-in capital		<u>6 584 543</u>	<u>6 584 543</u>
<i>Retained earnings</i>			
Other equity	9	7 324 682	7 545 905
Total retained earnings		<u>7 324 682</u>	<u>7 545 905</u>
Total equity		<u>13 909 225</u>	<u>14 130 448</u>
Liabilities			
<i>Provisions</i>			
Pension liabilities	5	2 736 794	2 443 873
Total provisions		<u>2 736 794</u>	<u>2 443 873</u>
<i>Current liabilities</i>			
Trade creditors	7	8 422 270	7 678 822
Tax payable	6	0	1 202 665
Public duties payable		4 749 903	4 533 312
Other short-term liabilities		3 634 379	2 052 534
Total current liabilities		<u>16 806 552</u>	<u>15 467 333</u>
Total liabilities		<u>19 543 346</u>	<u>17 911 206</u>
Total equity and liabilities		<u>33 452 571</u>	<u>32 041 654</u>

11 May 2021
Oslo,

Steinar Nundal
Chairman

Frank Matthias Titz
Board member/
General Manager



Goodyear Norge AS

Cash flow statement 01.01-31.12

	Note	2020	2019
Cash flow from operating activities			
Profit/loss before tax		-269 932	4 217 914
Taxes paid		-1 202 665	-1 001 852
Changes in trade receivables and trade payables		4 608 021	-6 140 910
Changes in pension scheme assets/liabilities		292 921	-71 543
Changes in other current balance sheet items		2 879 235	1 252 848
Net cash flow from operating activities		<u>6 307 580</u>	<u>-1 743 543</u>
Cash flow from investing activities			
Intercompany bank		<u>-16 579 005</u>	<u>11 793 456</u>
Net cash flow from investing activities		<u>-16 579 005</u>	<u>11 793 456</u>
Cash flow from financing activities			
Dividends paid		<u>0</u>	<u>-8 500 000</u>
Net cash flow from financing activities		<u>0</u>	<u>-8 500 000</u>
Net change in cash and cash equivalents		-10 271 425	1 549 913
Cash and cash equivalents at 01.01		<u>12 539 076</u>	<u>10 989 163</u>
Cash and cash equivalents at 31.12		<u>2 267 651</u>	<u>12 539 076</u>



Goodyear Norge AS

Notes to the accounts for 2020

Note - 1 Accounting Principles

The annual report is prepared according to the Norwegian Accounting Act 1998 and generally accepted accounting principles.

Sales revenue

Sales revenues are recognized at the time of delivery. Revenue from services are recognized at execution.

Balance sheet classification

Net current assets comprise creditors due within one year, and entries related to goods circulation. Other entries are classified as fixed assets and/or long-term creditors.

Current assets are valued at the lower of acquisition cost and fair value. Short-term creditors are recognized at nominal value.

Fixed assets are valued by the cost of acquisition, in the case of non-incident reduction in value the asset will be written down to the fair value amount. Long-term creditors are recognized at nominal value.

Trade and other receivables

Trade receivables and other current receivables are recorded in the balance sheet at nominal value less provisions for doubtful debts. Provisions for doubtful debts are calculated on the basis of individual assessments. In addition, for the remainder of accounts receivables outstanding balances, a general provision is carried out based on expected loss.

Foreign currency translation

Foreign currency transactions are translated using the yearend exchange rates.

Property, plant and equipment

Property, plant and equipment is capitalized and depreciated over the estimated useful economic life, given that the estimated economic life is more than 3 years and that the cost is more than NOK 15 000. Direct maintenance costs are expensed as incurred, whereas improvements and upgrading are assigned to the acquisition cost and depreciated along with the asset.

Lease agreements

The company's lease agreements are classified as operational and the lease payments are an operating cost that is distributed systematically over the entire lease term.

Pensions

Pension costs and pension liabilities are estimated on the basis of linear earnings and future salary. The calculation is based on assumptions of discount rate, future wage adjustments, pension and other payments from the national insurance fund, future return on pension funds and actuarial assumptions for deaths, voluntary resignation etc. Pension funds are valued at fair value and deducted from net pension liabilities in the balance sheet. Changes in the pension obligations due to changes in pension plans are recognized over the estimated average remaining service period. When the accumulated effect of changes in estimates, changes in assumptions and deviations from actuarial assumptions exceed 10 percent of the higher of pension obligations and pension plan assets, the excess amount is recognized over the estimated average remaining service period.



Goodyear Norge AS

Notes to the accounts for 2020

Income tax

Tax expenses in the profit and loss account comprise both tax payable for the accounting period and changes in deferred tax. Deferred tax is calculated at 22 percent on the basis of existing temporary differences between accounting profit and taxable profit together with tax deductible deficits at the year end. Temporary differences both positive and negative, are balance out within the same period. Deferred tax assets are recorded in the balance sheet to the extent it is more likely than not that the tax assets will be utilized.

Tax payable and deferred tax are recognized directly against the equity to the extent that tax items relate to equity transactions.

Cash flow statement

The cash flow statement is presented using the indirect method. Cash and cash equivalents include cash, bank deposits and other short term highly liquid placements.

Note 2 - Sales of goods

	2020	2019
<i>By business area</i>		
Norway	158 049 171	142 897 603

Note 3 - Intercompany transactions

The company has transactions with 4 companies within The Goodyear Tire & Rubber Company group:

Goodyear Dunlop Tires Operations S.A. (Luxembourg)
EEMEA Financial Services Center (Poland)
Goodyear Sverige AB (Sweden)
Goodyear Tires and Rubber Company (USA)

Goodyear Tires and Rubber Company (USA) is the ultimate parent company in the group.

<i>Transaction type</i>	2020	2019
Purchase of goods	-134 807 003	-116 666 506
Centralized services	-9 205 108	-7 436 897
Sales	1 281 246	1 590 620
Interest income	29 512	74 294
Interest expence	-73 864	-275 804



Goodyear Norge AS

Notes to the accounts for 2020

Note 4 - Wage costs, number of employees, remuneration, loans to employees and auditor's fee

<i>Wage costs</i>	2020	2019
Salaries	5 133 673	5 541 661
Payroll tax	968 505	1 046 593
Pension costs	1 064 002	1 069 407
Other payments	892 789	739 494
Total	<u>8 058 969</u>	<u>8 397 155</u>

The average number of employees in the company during the year: 7

Management remuneration

There have been no salary or pension expenses for the general manager or the board of directors. The General Manager is paid by the parent company and has not received any salary or remuneration from the company in 2020.

There are no loans or collaterals to the general manager or board members.

Auditor fee has been divided as follows	2020	2019
Audit fee	195 028	162 171

VAT is not included in the figures of auditor's fee.



Goodyear Norge AS

Notes to the accounts for 2020

Note 5 - Pensions

The company is required to have an occupational pension scheme in accordance with the Norwegian law on required occupational pension ("lov om obligatorisk tjenestepensjon"). The company's pension scheme meets the requirements of this law.

The company's pension schemes comprise a total of 11 people. The schemes give the right to defined future benefits. These are mainly dependent on the number of earning years, salary level at retirement age and the size of the benefits from the National Insurance Scheme. The obligations are covered through an insurance company.

	2020	2019
Service cost	1 074 424	1 077 993
Net cost (income) including social security contribution	-148 203	-83 164
Management costs including social security contribution	118 715	95 682
Administrative expenses	31 868	30 864
Actuarial loss / gain recognized in the income statement	0	-22 146
Pension cost recognized in the income statement	<u>1 076 804</u>	<u>1 099 229</u>
	2020	2019
Earned pension obligations	7 750 000	6 750 000
Pension liability	-9 698 536	-9 414 315
Non-recognized actuarial loss (gain)	-788 258	220 442
Net benefit obligations in the balance sheet	<u>-2 736 794</u>	<u>-2 443 873</u>
<i>Principal assumptions:</i>	2020	2019
Discount rate	1,50%	1,80%
Expected annual compensation increase	2,00%	2,25%
Expected annual return on pension plan assets	0,00%	0,70%
Expected annual G-regulation	1,75%	2,00%
Pension corridor	10,00%	10,00%
Average social security contribution factor	14,10%	14,10%

The actuarial assumptions are based on assumptions of demographical factors normally used within the insurance industry.



Goodyear Norge AS

Notes to the accounts for 2020

Note 6 - Income taxes

<i>Income tax expenses</i>	2020	2019
Tax payable	-33 766	1 202 665
Change in deferred tax	-14 943	-967 064
Total income tax expense	<u>-48 709</u>	<u>235 601</u>
<i>Tax base estimation</i>	2020	2019
Ordinary result before tax	-269 932	4 217 914
Permanent differences	48 528	91 939
Change in temporary difference	67 922	1 156 806
Tax base	<u>-153 482</u>	<u>5 466 659</u>
Payable tax/ (tax in credit) in balance sheet	-33 766	1 202 665
<i>Temporary differences outlined</i>	2020	2019
Fixed assets	-65 977	-82 471
Receivables	-1 259 482	-1 729 568
Pension obligations	-2 736 794	-2 443 873
Provisions	-401 416	-139 835
Total	<u>-4 463 669</u>	<u>-4 395 747</u>
Total	<u>-4 463 669</u>	<u>-4 395 747</u>
Deferred income tax asset (22%)	-982 007	-967 064
Deferred income tax asset in balance sheet	<u>-982 007</u>	<u>-967 064</u>
<i>Effective tax rate</i>	2020	
Expected income taxes, statutory tax rate 22%	-59 385	
Permanent differences (22%)	10 676	
Income tax expense	<u>-48 709</u>	
Effective tax rate	-18,0 %	



Goodyear Norge AS

Notes to the accounts for 2020

Note 7 - Intercompany balance group company and associate

<i>Receivables</i>	2020	2019
Intercompany loans	25 681 053	9 102 048
<i>Payables</i>	2020	2019
Trade creditors	7 202 136	5 937 935

The company is part of the consolidation of The Goodyear Tire & Rubber Company. The consolidated accounts can be obtained by contacting Corporate Offices, The Goodyear Tire & Rubber Company, 1133 East Market Street, Akron, Ohio, 44316-0001.

Note 8 - Bank deposit

	2020
Restricted tax funds of year end	2 215 548

Note 9 - Owners equity

	Share capital	Share premium reserve	Other equity	Total
Owners equity 01.01.2020	5 550 000	1 034 543	7 545 905	14 130 448
Profit for the year	0	0	-221 223	-221 223
Owners equity 31.12.2020	5 550 000	1 034 543	7 324 682	13 909 225

Note 10 - Share Capital

The company has 5 550 shares, with a nominal value of NOK 1 000, which gives a total share capital of NOK 5 550 000.

The company has one class of shares.
All shares are owned by Goodyear Sverige AB. There are no voting restrictions in the Articles of Association.

Note 11 - Impact of Covid-19 pandemic

2020 was a difficult year for Goodyear Norge AS, where profitability decreased as a result of the significant impact of the Covid-19 pandemic. Management expect that the company will return to normal levels in 2021, as the impacts of Covid-19 are deemed to be temporary.



To the General Meeting of Goodyear Norge AS

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Goodyear Norge 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, Dronning Eufemias gate 71, Postboks 748 Sentrum, NO-0106 Oslo
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 - Goodyear Norge 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 - Goodyear Norge AS



Oslo, 11 May 2021
PricewaterhouseCoopers AS

Gøril Hyni
State Authorised Public Accountant
(This document is signed electronically)

(3)



 Securely signed with Brevio

Revisjonsberetning Goodyear Norge AS

Signers:

Name
Hyni, Gøril

Method
BANKID_MOBILE

Date
2021-05-11 19:31

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



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Skatteetaten

Our date 21.03.2019	Din/Your date 17.01.2019	Inquiries to Henning Stokke
800 80 000 Tax Administration Norway.no	Din/Your reference Erich Fric	Telephone 800 80 000
Org.nr 974761076	Our reference 2019/5292454	Postal address P.O. Box 9200 Grønland 0134 OSLO

GOODYEAR DUNLOP TIRES NORGE AS
c/o Kvale Advokatfirma DA
Haakon VII's gate 10
0161 OSLO

Permission to prepare the annual accounts and directors' report in English language for Goodyear Dunlop Tires Norge AS

With reference to your letter of 17 January 2019 with respect to the matter above, regarding Goodyear Dunlop Tires Norge AS, org.no. 948 308 568.

Based on a total evaluation, the view of The Directorate of Taxes is that the above mentioned company may state the directors' report and annual accounts in English language according to the Norwegian Accounting Act § 3-4 third paragraph. The exemption requires that the information the decision is based on, does not change significantly.

A copy of this letter must be sent to the Register of Company Accounts in Brønnøysund together with the financial statements. It is incumbent on the company to document by this letter that the permit is granted.

Background

From the application:

Goodyear Dunlop Tires Norge AS is a subsidiary of Goodyear Tire & Rubber Company based in Akron, Ohio - US. The Board of Directors of Goodyear Dunlop Tires Norge AS is composed of foreign citizens without Norwegian language skills. The Finance Department of the Norwegian subsidiary employs foreign nationals, the Financial Controller is a UK citizen without Norwegian language skills. All bookkeeping has been done in English during the past several years and will continue in the same way.

Permission to make the annual accounts and the directors' report in Norway in English language

According to the Norwegian Accounting Act § 3-4, third paragraph shall "the directors' report and annual accounts ... be in Norwegian. The Ministry can in an individual decision decide that the directors' report and/or annual accounts may be in another language".

Ot. prp. nr. 42 (1997-1998) About Act about annual accounts etc., says the following about the purpose of the Accounting Act, refer section 1.1:



“The aim of the Government with respect to the Accounting Act is that it shall contribute towards providing informative accounts for different users of accounts. The users of accounts include investors and creditors which provide capital for the companies. Other groups include those who have an interest in knowing how the companies are operated, for example employees and the local community. The information to the capital market is an important basis for the correct pricing of financial instruments. The correct pricing of stocks is an important factor in securing the best possible allocation of resources in the economy. High quality accounts will also make it more difficult for market participants to obtain speculative gains as a result of non-publicly available information.”

Hence, one of the main aims of the Accounting Act is to contribute to “*informative accounts for different users of accounts*”. The users of the accounts will include investors, creditors, employees and the local community.

Hence, it is the view of the Ministry that it is crucial that the question of dispensation from the general rule that the annual accounts and/or directors’ report should be prepared in Norwegian, not in any significant way deviate from the consideration of users of the accounts.

As mentioned above it is particularly the consideration of the users of the account information, which has to be taken into consideration when considering the application for permission. In this assessment, the Directorate of Taxes has emphasized that the company is owned by an international Parent Company. Further, the company is part of a global Group, where the Group working language is English. All parties in this trade of business uses and masters the English language.

Please state “our reference” (see above) in all written communication with The Norwegian Tax Authorities.

Best regards

Torstein Kinden Helleland
Senior adviser
Legal department
Norwegian Directorate of Taxes

Henning Stokke

This document has been electronically approved and contains therefore no handwritten signatures.