



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2021 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 971 234 288
Organisasjonsform: Aksjeselskap
Foretaksnavn: RAUFOSS TECHNOLOGY AS
Forretningsadresse: Raufoss Industripark
Bygning 261
Grøndalsvegen 2
2830 RAUFOSS

Regnskapsår

Årsregnskapets periode: 01.01.2021 - 31.12.2021

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: Cornelius Grupp
Dato for fastsettelse av årsregnskapet: 30.06.2022

Grunnlag for avgivelse

År 2021: Årsregnskapet er elektronisk innlevert
År 2020: Tall er hentet fra elektronisk innlevert årsregnskap fra 2021

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, 05.08.2023



Resultatregnskap

Beløp i: NOK	Note	2021	2020
RESULTATREGNSKAP			
Inntekter			
Revenue	1, 2, 13	641 665 176	650 426 465
Gain on disposal of fixed assets	1, 15	83 791 578	
Other income		32 906 154	39 879 155
Sum inntekter		758 362 908	690 305 620
Kostnader			
Raw materials and consumables used		462 446 664	459 861 720
Employee benefits expense	3, 4, 17	125 254 176	122 588 898
Depreciation and amortisation expense	1, 5	40 143 998	43 159 968
Nedskrivning av varige driftsmidler og immaterielle eiendeler	1, 5		146 406 961
Other expenses	6, 17	50 284 470	59 471 482
Sum kostnader		678 129 308	831 489 029
Driftsresultat		80 233 600	-141 183 409
Finansinntekter og finanskostnader			
Annen renteinntekt		5 273	116 747
Other financial income	7	24 910 682	7 171 032
Sum finansinntekter		24 915 955	7 287 779
Rentekostnad til foretak i samme konsern	15	5 020 007	2 727 368
Annen rentekostnad		-73 149	11 108 882
Other financial expenses	7	12 520 916	10 828 251
Sum finanskostnader		17 467 774	24 664 501
Netto finans		7 448 181	-17 376 723
Ordinært resultat før skattekostnad		87 681 781	-158 560 132
Income tax expense	8		
Ordinært resultat etter skattekostnad		87 681 781	-158 560 132
Årsresultat		87 681 781	-158 560 132



Resultatregnskap

Beløp i: NOK	Note	2021	2020
Årsresultat etter minoritetsinteresser		87 681 781	-158 560 132
Totalresultat		87 681 781	-158 560 132
Overføringer og disponeringer			
Udekket tap		87 681 781	-93 409 493
Overført annen egenkapital			-65 150 639
Sum overføringer og disponeringer		87 681 781	-158 560 132



Balanse

Beløp i: NOK	Note	2021	2020
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Research and development	1, 5		
Varige driftsmidler			
Machinery & equipment	1, 5, 11	156 705 335	188 709 255
Equipment and other movables		7 653 551	15 660 723
Sum varige driftsmidler		164 358 886	204 369 978
Finansielle anleggsmidler			
Investering i datterselskap	7, 10		
Investments in shares		502 150	502 150
Other receivables	3		
Sum finansielle anleggsmidler		502 150	502 150
Sum anleggsmidler		164 861 036	204 872 128
Omløpsmidler			
Varer			
Raw materials	1, 11, 14	38 540 152	27 102 686
Work in progress	1, 11, 14	16 236 657	14 125 035
Finished goods		19 296 173	7 156 729
Sum varer		74 072 981	48 384 451
Fordringer			
Accounts receivables	1	64 227 780	60 881 687
Account receivables group	1	5 085 922	18 802 646
Other short-term receivables		43 508 068	30 598 411
Fordringer konsernselskap	15		
Sum fordringer		112 821 770	110 282 743
Bankinnskudd, kontanter og lignende			



Balanse

Beløp i: NOK	Note	2021	2020
Cash and cash equivalents	12	31 101 216	24 008 100
Sum bankinnskudd, kontanter og lignende		31 101 216	24 008 100
Sum omløpsmidler		217 995 967	182 675 294
SUM EIENDELER		382 857 003	387 547 422

BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital

Share capital	9	125 125 000	125 125 000
Overkurs	9	4 875 000	4 875 000
Sum innskutt egenkapital		130 000 000	130 000 000

Opptjent egenkapital

Uncovered loss	9	-5 727 712	-93 409 493
Sum opptjent egenkapital		-5 727 712	-93 409 493

Sum egenkapital		124 272 288	36 590 507
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Gjeld

Langsiktig gjeld

Pensjonsforpliktelser	3		
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	1, 10, 11	6 135 185	7 952 441
Long term Group Debt		124 860 000	214 867 031
Subordinated loans	1, 15		
Other non-current liabilities	1, 10, 11		
Sum annen langsiktig gjeld		130 995 185	222 819 472

Sum langsiktig gjeld		130 995 185	222 819 472
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Kortsiktig gjeld

Leverandørgjeld	1	99 621 445	93 103 078
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Balanse

Beløp i: NOK	Note	2021	2020
Public duties payable		7 328 669	9 204 154
Trade creditors group	1, 15	2 340 160	3 581 606
Gjeld konsernselskap	15		
Other current liabilities	1	18 299 255	22 248 605
Sum kortsiktig gjeld		127 589 529	128 137 443
Sum gjeld		258 584 715	350 956 915
SUM EGENKAPITAL OG GJELD		382 857 003	387 547 422



Raufoss Technology AS

KONTANTSTRØMANALYSE	2021	2020
<u>Likvider tilført/brukt på virksomheten:</u>		
+/- Tilført fra årets aktivitet 1)	44 034 201	31 009 361
+/- Endring i lager, debitorer og kreditorer	-10 040 978	38 655 814
+/- Endring i andre tidsavgrensingsposter	-18 734 493	44 668 143
= Netto likviditetsendring fra virksomheten (A)	15 258 731	114 333 318
<u>Likvider tilført/brukt på investeringer</u>		
- Investering i anleggsmidler	-23 203 379	-16 024 458
+ Salg av varige driftsmidler	106 862 051	0
- Kjøp av aksjer i andre foretak	0	0
+/- Lån til tilknyttede selskaper	0	0
+ Salg av aksjer i andre foretak	0	0
+/- Andre finansielle Anleggsmidler	0	0
+/- Verdiendring investeringer	0	0
= Netto likviditetsendring fra investeringer (B)	83 658 673	-16 024 458
<u>Likvider tilført/brukt på finansiering</u>		
+ Ny aksjekapital	0	0
+/- Endring av minoritetsinteresse	0	0
+/- Andre EK transaksjoner	0	79 812 500
+/- Endring langsiktig gjeld bank	-1 817 256	-232 299 691
+/- Endring langsiktig gjeld konsern	-90 007 031	134 121 843
+/- Endring kassekreditt	0	-60 981 543
= Netto likviditetsendring fra finansieringer (C)	-91 824 287	-79 346 891
A+B+C Netto endring i likvider gjennom året	7 093 116	18 961 969
Likviditetsbeholdning 01.01.	24 008 100	5 046 131
= Likviditetsbeholdning 31.12.	31 101 216	24 008 100
1) Dette tallet fremkommer slik:		
Resultat før skatt	87 681 781	-158 560 132
- Gevinst v / salg av anleggsmidler		
+ tap v / salg av anleggsmidler	-83 791 578	2 564
- Gevinst/+ tap v/ salg av aksjer		
+ Ordinære avskrivninger og nedskrivninger	40 143 998	189 566 929
- Betalte skatter		
- Verdiøkning/+ nedgang aksjer/ andeler		
+ mottatte utbytte tilknyttede selskaper		
- positiv resultatandel/+ negativ i tilknyttede selskaper		
= Tilført fra årets aktivitet	44 034 201	31 009 361



Raufoss Technology AS

Annual Report 2021

Raufoss Technology AS

Income statement
Balance sheet
Notes

Business Registration no. 971 234 288



Raufoss Technology AS

PROFIT AND LOSS ACCOUNT FOR RAUFOSS TECHNOLOGY AS

(Amounts in NOK 1,000s)	Note	At 31.12.20	At 31.12.21
OPERATING INCOME			
Sales income	1,2,13	690 306	758 363
Total operating income		690 306	758 363
OPERATING COSTS			
Use of purchased raw materials and semi-manufactured goods		459 862	462 447
Payroll costs	3,4	122 589	125 254
Depreciation on tangible and intangible assets	1,5	43 160	40 144
Write-off intangible assets		146 407	0
Other operating costs	6	59 471	50 284
Total operating costs		831 489	678 129
OPERATING PROFIT		(141 183)	80 234
FINANCIAL INCOME AND EXPENSES			
Interest income from Group companies		0	0
Interest income		117	5
Other financial income	7	7 171	14 165
Interest costs to Group companies	15	(2 727)	(5 020)
Interest costs		(11 109)	73
Other financial costs	7	(10 828)	(1 776)
Net financial items		(17 377)	7 448
ORDINARY PROFIT BEFORE TAX		(158 560)	87 682
Tax on ordinary profit	8	0	0
NET ANNUAL PROFIT		(158 560)	87 682



Raufoss Technology AS

BALANCE SHEET FOR RAUFOSS TECHNOLOGY AS

(Amounts in NOK 1.000)

ASSETS	Note	At 31.12.20	At 31.12.21
FIXED ASSETS			
Intangible assets			
Research & Development	1,5	0	0
Total intangible assets		0	0
Tangible assets			
Machinery and plant	1,5,11	188 709	156 705
Asset under construction	5,11	15 661	7 654
Total tangible assets		204 370	164 359
Financial fixed assets			
Shares in Group companies	7,9	0	0
Shares in RTIM		502	502
Net pension funds	3	0	0
Total financial fixed assets		502	502
Total fixed assets		204 872	164 861
CURRENT ASSETS			
Inventories			
Inventory of raw materials	1,11,14	27 103	38 540
Inventory of goods being processed	1,11,14	14 125	16 237
Inventory of finished goods	1,11,14	7 157	19 296
Total inventories and advance payment		48 384	74 073
Receivables			
Accounts receivables	1	64 932	64 266
Recivables from Group companies	1	14 752	5 047
Other current assets		30 598	43 508
Other receivables from Group companies		0	0
Total receivables		110 283	112 822
Cash, bank deposits	12	24 008	31 101
Total current assets		182 675	217 996
TOTAL ASSETS		387 547	382 857



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BALANCE SHEET FOR RAUFOSS TECHNOLOGY AS

(Amounts in NOK 1.000)

EQUITY AND LIABILITIES	Note	At 31.12.20	At 31.12.21
EQUITY			
Restricted equity			
Share capital (1250000 à 100)	9	125 125	125 125
Premium	9	4 875	4 875
Total restricted equity		130 000	130 000
Retained earnings			
Uncovered loss	9	-93 409	-5 728
Total equity		36 591	124 272
LIABILITIES			
Accrued liabilities			
Pension liability	3	0	0
Total accrued liabilities		0	0
Other long-term liabilities			
Subordinated loan	1,15	0	0
Liability to financial institution	1,10,11	7 952	6 135
Liability to Group company	1,15	214 867	124 860
Other long-term liabilities	1,10,11	0	0
Total long-term liabilities	0	222 819	130 995
Current liabilities			
Bank overdraft		0	0
Accounts payable	1	96 685	99 235
Liabilities to Group company		0	2 727
Owing duties		9 204	7 329
Liabilities to parent company	15	0	0
Other current liabilities	1	22 249	18 299
Other current liabilities, Group companies	0	0	0
Total current liabilities		128 137	127 590
Total liabilities		350 957	258 585
TOTAL EQUITY AND LIABILITIES		387 547	382 857

Cornelius Grupp
ChairmanAlfred Hager
Board MemberHans Petter Kristiansen
Board MemberAsgeir Stensrud
Board MemberJean Meredith
CEO



Raufoss Technology AS

NOTES (Figures in NOK 1000)

Note 1 - Accounting principles

The annual accounts are prepared consistent with generally accepted accounting principles in Norway.

Continued operations

The board notes that the annual accounts have been prepared on the going concern assumption.

Accrual accounting, classification and evaluation principles

The classification of items in the accounts assumes that all assets linked to the lifecycle of a good, receivables that are paid back within the same year, as well as "assets not intended for permanent ownership or for use by the company," are current assets. All other assets are fixed assets. The division between short-term and long-term liabilities is set at one year from due date. A one-year instalment on long-term debt is not reclassified as short-term debt. A monetary figure for current assets is put at the lowest of the acquisition cost and market value. Fixed assets are set at acquisition cost minus depreciation and write-downs.

Project costs and interest have in previous years been recorded and added to the investment up until the start of production. A change of this accounting policy was introduced in 2020 and the company does not capitalize development cost.

If the true value of fixed assets is lower than the amount in the balance sheet, and the decline in value is not deemed to be of a temporary nature, then a write-down to the true value is made. Reversals are made if the preconditions for write-downs are no longer valid.

The current value of future cash flow is used as criteria for writing down values in order to determine if the write-down is necessary. This assessment involves some degree of uncertainty and the final results may deviate significantly from the estimates.

Operating income

Operating income comprises income due for goods delivered and services provided during the year and is presented after subtracting for discounts, VAT and other government fees.

Pre-invoiced income, which is not yet earned, is charged to the balance sheet and presented as short-term debt.

There are no receivables maturing later than 12 months.

Inventories

Inventories of goods are valued at the lower of cost using the FIFO method and fair value. Finished goods and work in progress are valued at variable production cost and take into account deductions for obsolescence.

Research and development

R&D expenditures are expenses the company incurs in the course of investigating existing/new products, production processes, etc. with a view to securing future earnings and development in the company's core business areas. Wages linked to R&D are treated similarly. Expenditure related to research and development for previous years have been charged to the income statement of the current reporting period Neuman Aluminium established from September 1st a sister company to Raufoss Technology AS, Neuman Raufoss Development AS and moved all development resources to the new company. Lab equipment was the main assets moved to the neuman Raufoss Development AS.

Maintenance

In general, all maintenance is charged to P&L as the expenditure arises.

Upgrading and replacement of tangible assets is treated as investment and capitalized, and depreciated throughout the economic life of the item.



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Tax

The tax shown in the profit and loss account includes both the tax payable for the period and the change in deferred tax. Deferred tax is the tax attributable to the accumulated result but which is payable in later periods. Deferred tax or a tax allowance is calculated on the net temporary differences between the accounting and tax balance sheet values after taking account of the loss to be carried forward by the debt method in accordance with the rules of the Norwegian Accounting Standard for taxes. Deferred tax gains that are not likely to be used are not brought to account.

Currency

Monetary items denominated in foreign currency are valued at the current rate pr. 31.12.21

The Company uses cash flow hedges to secure future transactions in foreign currencies. Cash flow hedges are reflected as realized and unrealized gains and losses on the hedging instrument is recognized when the underlying hedged item affects profit or loss..

Pension costs

The company has had a defined contribution scheme since 2012. A defined contribution pension scheme means that it is not given the promise of future pension of a given size, but pay a monthly allowance to the employees' collective pension savings. The future pension will depend on the size of the grant and the annual return on pension plan assets. The Company has no further obligations related to employees' work performance after the annual contribution is paid. There is no provision for accrued pension liabilities in the scheme.

The company is connected to the AFP agreement for the private sector, which is a lifelong addition to flexible state retirement pension, paid at the earliest from the age 62. There are a number of conditions that must be met before an employee is entitled to AFP.

Fixed assets

Fixed assets are valued at their historical cost after deducting for depreciation and write-downs. Depreciations are calculated based upon the cost price after write-downs, etc. and distributed linearly over the anticipated lifespan for the specific asset. Plants being built are not depreciated.

Company-produced fixed assets are recorded at full production cost, including anticipated financing costs. A change in stock of company-produced fixed assets, is shown as separate lines in the accounts. Start-up costs are recorded as a part of the cost price for the fixed asset.

Leasing

Financially leased business assets are entered in the balance sheet under their respective business groups at the takeover dates at current value of overall leasing expenses. Financial leasing is depreciated in the ordinary way over their anticipated leasing period. Operational leasing is accounted for on an ongoing basis.

Uncertain commitments

Uncertain commitments are entered into the accounts consistent with the stipulations in the Preliminary Norwegian Accounting Standard for uncertain commitments and contingent assets. Uncertain commitments are included in the accounts in situations where there is more than a 50% likelihood that they will have to be paid. Uncertain commitments with a less than 50% likelihood of having to be paid are reported in a note if deemed significant.

Cash flow statement

The indirect method is the principle used when preparing the cash flow statement, consistent with the principles set out in the Preliminary Norwegian Accounting Standard. Cash and cash equivalents is defined as cash and deposits in bank.



Raufoss Technology AS

Corona related conditions

Raufoss Technology AS is a supplier of goods in an industry where the consequences of the closure in society led to immediate changes in order backlog and sales. The company's customers in the international automotive industry immediately shut down their production units with the consequences that the company had to stop production during the first weeks of the pandemic. The management immediately made adjustments and mass layoffs were carried out.

During 2021 deliveries normalized as customers partly got back to "business as usual". There has been periods with closedown in customer plants, but with less impact than in 2020.

At the end of the year, the company has an acceptable financial situation and all prerequisites for continued operations are present.

The report describing social responsibility is located in Team Senter system at Raufoss Technology.

Note 2 – Sales Income

Revenues per business area:

	2021	2020
Wheel suspension/chassis parts	630 648	606 561
Tooling & engineering	36 045	9 071
Recycled metal	35 602	24 095
Other	18 663	10 700
Royalties	37 405	39 879
Total revenues and other	758 363	690 306

Sales income divided into geographic areas:

	2021	2020
Norway	132 309	41 216
Sweden	348 046	346 182
Germany	61 319	68 665
Belgium	23 077	34 535
Canada	15 643	16 394
Spain	40 633	56 211
USA	26 756	28 144
Great Britain	56 481	38 920
Austria	6 869	8 739
Sør-Korea	64	120
China	24 158	21 498
Mexico	23 007	29 681
Other countries	-	-
Total sales income	758 363	690 305

Note 3 – Pension liabilities and costs

The company has for all their employees a defined deposit pension agreement. The amount saved will be an amount equivalent to 5,4% of salary between 1G and 7,1G, and 8,6% for salaries between 7,1G and 12G. These rates are permitted under the Act on the contribution. The premiums are paid monthly and include approx. 178 persons.



Raufoss Technology AS

Note 4 – Wages, salaries, number of employees, remuneration, loans to employees, etc.

Specification of wage-related costs:

	2021	2020
Wages	103 020	100 375
Employers' national insurance contribution	8 174	10 908
Pension expenses	7 942	7 230
Other wage-related payments	6 118	4 076
Total	125 254	122 589

The average number of employees in 2021 has been 178 persons. The corresponding figure in 2020 was 179. The CEO is joint with associated company and payroll and remuneration have been paid by associated company. The change in accounting policy for not capitalizing project cost is the main difference in other wage related payments. Other wage related payments refers to social, health benefits and employer insurance cost.

There are no loans to employees at 31.12.2021.

Remuneration to external auditor in 2021 has been as follows:

	TNOK
Fee for accounting services	311
Other accounting-related services	233
Tax-related assistance	12

Note 5 – Tangible assets

	Research & Development	Machines and Equipment	Machines and Equipment under installation	Total tangible assets
Acquisition cost at 01.01.20	259 851	711 287	15 661	986 799
Additions to tangible assets	-	8 140	(8 007)	133
Completed plants under construction	-	-	-	-
Retirements	-	-	-	-
Acquisition cost at 31.12.20	259 851	719 428	7 654	986 932
Depreciation during year	0	40 144	0	40 144
Write-down during year	0	-	-	-
Accumulated depreciation 01.01.2021	113 939	349 770	-	463 709
Accumulated depreciation 31.12.2021	113 939	389 914	-	503 853
Accumulated write-downs 31.12.2021	145 912	172 808	-	318 720
Balance sheet value at 31.12.2021	-	156 705	7 654	164 359

The depreciation of fixed assets are linear based over 5-8 years.

In 2021, the company has not capitalized the costs of research and development projects in connection with long-term supply agreements. Governmental Tax Grants related projects, are deducted from the cost capitalized. The global Capitalized research and development costs are amortized over the contract period.

Costs for development projects in 2021 were 4.797 TNOK



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Specification of lease costs for non-capitalised tangible assets:

	<u>2021</u>	<u>2020</u>
Rental buildings and storage locations	4 235	7 593
Rental computers and equipment	2 756	3 734
Machines/transport	1 714	1 641
Total hired fixed assets	8 705	12 968

The computer software and equipment contracts have normally a 1-year period of notice.

Leasing obligation Ref Note 11 applies to capitalized leases on equipment in which there exists a right to extended lease period or purchase of the asset when the agreed lease term expires. Balance sheet leases per 31.12 amounted to 6.135 TNOK and related depreciation of 2.428TNOK.

Note 6 – Other operating cost

Other operating costs are specified below:

	<u>2021</u>	<u>2020</u>
Rental costs, incl. hired consultants	12 691	16 121
Repairs and maintenance	13 610	21 581
Energy costs	8 664	8 465
Fixed service agreements	520	754
Travelling cost	192	510
Insurance	0	1 558
Loss on bad debts	3	2
Other operating costs	14 605	10 481
Total other operating costs	50 284	59 471

The most significant rental costs are linked to purchase of infrastructure services, computer equipment, offices, consultants in the area of tools and engineering and purchase of services in the materials technology area.

Provisions of TNOK 2.700 was booked in 2020 to accrue for possible future guarantee cases also as a build up to meet future cases. This is at a higher level than planned. Costs for guarantee and service issues are booked on a continuous basis and have been at the level of 0.15-0.2% of sales over the last 3 years. As of 31.12.21. There are no open guarantee issues as per end of 2021. The company's own recall / liability insurance will cover any extraordinary events.

Note 7 – Other financial revenues and expenses

Other financial revenues:	<u>2021</u>	<u>2020</u>
Foreign exchange gains	14 151	7 157
Other financial revenues (Note 10)	14	14
Total other financial revenues	14 165	7 171
Other financial expenses:		
Foreign exchange losses	1 776	10 828
Other financial costs	0	0
Total other financial expenses	1 776	10 828



Raufoss Technology AS

Note 8 – Taxes

	31.12.2021	01.01.2021	Change
Overview temporary differences:			
<i>Intangible assets</i>	0	0	0
<i>Tangible assets</i>	-18 173	-105 553	-87 380
<i>Tangible assets - extra depreciation</i>	0	0	0
<i>Stock</i>	2 894	1 074	-1 821
<i>Receivables</i>	-1 400	-1 400	0
<i>Gain/ loss account</i>	-88	-110	-22
<i>Provision liabilities</i>	-2 750	-2 750	0
<i>Interest cut off - carried forward</i>	-5 171	-5 171	0
<i>Deficit brought forward</i>	-280 446	-278 916	0
Basis for deferred tax	-305 133	-392 826	-89 223
Calculated deferred tax asset	-67 129	-86 422	19 293
Deferred tax asset	-67 129	-86 422	19 293
Tax rate:	22 %	22 %	
Cost of tax:			
Result before taxes:	87 682		
Permanent differences	11		
Changes in temporary differences	-89 223		
Loss carried forward from earlier years	-278 916		
Loss carried forward 2021	-280 446		
Payable tax	0		
Changes deferred tax	0		
Net tax cost	0		

Raufoss Technology AS does at the end of the year have a negative temporary difference of -305 133 that gives the company a deferred tax asset of TNOK -67 129. The company is in an economic situation where they will not be in a position of payable tax for the foreseeable future. The management has therefore assessed the value of the tax benefit not to be present and the benefit is written down to 0,-.

Note 9 – Equity

Consolidated financial statements for the Group i prepared by the ultimate parent company CAG Holding GmbH and can be obtained by contacting them.

At 31.12.2021, Raufoss Technology AS' share capital of NOK 125,125,000 divided into 1,250,000 shares valued at NOK 100,1 each. All shares are owned by Fried V. Neuman, A-3192, Markt, Austria.

EQUITY	Share capital	Unregistered share capital	Premium	Direct booked to equity	Uncovered loss	Total
Equity at 31.12.20	125 125	0	4 875	79 813	-173 221	36 591
Directed booked against equity	0	0	0	0	0	0
This year result	0	0	0	0	87 682	87 682
Equity at 31.12.21	125 125	0	4 875	79 813	-85 540	124 273



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Note 10 – Liabilities to credit institutions

Leasing commitments:

- TNOK 6.135 The interest rate is NIBOR + margin. The remaining term for leasing commitments is 3 years from 31.12.2021

Financing is provided from mother company Fried V. Neuman GmbH.

Note 11 – Pledged assets

The leasing obligations are based on the acquisition of the fixed assets for current production (specific completed investments).

There is no other pledged assets as of 31.12.2021

Note 12 – Bank deposits, cash, etc.

Restricted cash and bank deposits:

	2021	2020
Restricted cash (provision employee tax)	3493	4805

The company had cash deposits of TNOK 27.607 per 31.12.21 and operates without creditline.

Note 13 – Foreign exchange risk

Raufoss Technology AS has 90 % of its revenue in Euro and 5% in US dollars. The company purchase raw materials in Euro and US dollars to reduce the currency risk. In addition, the company enter into sell / buy currency forward contracts on a rolling basis. For 2021, we have hedged 29.886 TEUR at an average of 10.432 NOK/EUR and 20.515 TSEK at an average of 1.023 NOK/SEK. The effects are not booked in the balance sheet. Hedging is done towards net cash in respective currency.

Hedging.

The Company uses cash flow hedges to secure future transactions in foreign currencies.

By the end of 2021, the company has several ongoing hedging contracts. These contracts have the following fair value at 31.12.2021 (figures in NOK) which is not shown in the balance sheet.

	2021	2020
EUR/NOK	8931	-8652
SEK/NOK	99	3972
EUR/CNH NOK	0	168
	9030	-4512

Note 14 – Inventory

The company's inventory is distributed as follows (in TNOK):

	2021	2020
Commodities	38 540	27 103
Work in progress	16 237	14 125
<u>Finished goods</u>	19 296	7 157
Total	74 073	48 384

Inventory has been evaluated for obsolescence without findings.



Raufoss Technology AS

Note 15 - Related party transactions

	2021	2020
Loan from Fried v Neuman	124 860	213 572

The loan from Fried.v,Neuman GmbH has an interest rate of 2,5% pa, which in 2021 was expensed with TNOK 5.020.

124.860 TNOK of the debt is maturing later than 5 years

There are no warranty obligations

A part of the raw materials components, etc. are purchased from companies owned by the parent Fried V. Neumann GmbH in Austria. These are transactions in the ordinary course of business. In 2021 the scope of these transactions amounted to 47.959 TNOK.

In 2021, the company received royalties of 15.081 TNOK from the sister company in Canada. We also purchased parts for 185TNOK.

Raufoss Technology has sold products to its sister company in China at the value of 14.892 TNOK and we have received 10.485TNOK in royalties.

Raufoss Technology received royalties of 10.799 TNOK from the sister company in Mexico.

Raufoss Technology sold the assets of the development group in a transaction of 10 MEUR in 2021 to its sister company Neuman Raufoss Development AS.

Raufoss Technology sold fixed assets (production line) to its sister company Neuman Raufoss Mexico.

Raufoss Technology invoice internal cost to its sister company Neuman Raufoss Development AS.

Note 16 Government Grants

In 2021, the company has these active approved projects.

GALF - Galling in Aluminium Forming
Suffics - Superior fatigue stressed chassis components
Hyforge - Low Pressure Casting material
Reality adaptive production
Environmental project energy use

A total of 7,673 TNOK in grants has been received whereof Tax grants 4.119 TNOK.

Transactions in the group are carried out with pricing on the principle of arm's length inheritance

Note 17 Warranty obligations

In 2021 provisions have been made for guarantee obligations. The provision is included in the item other current liabilities and amounts to TNOK 1.000. The corresponding provision for 2019 was TNOK 2.700.



BDO AS
Tordenskjoldsgt. 13-15
2821 Gjøvik

Uavhengig revisors beretning

Til generalforsamlingen i Raufoss Technology AS

Konklusjon

Vi har revidert årsregnskapet til Raufoss Technology AS.

Årsregnskapet består av:

- Balanse per 31. desember 2021,
- Resultatregnskap 2021
- Kontantstrømpoppstilling for regnskapsåret avsluttet per 31. desember 2021
- Noter til årsregnskapet, herunder et sammendrag av viktige regnskapsprinsipper.

Etter vår mening:

- Oppfyller årsregnskapet gjeldende lovkrav, og
- Gir årsregnskapet et rettviseende bilde av selskapets finansielle stilling per 31. desember 2021 og av dets resultat og kontantstrømmer for regnskapsåret i samsvar med regnskapslovens regler og god regnskapsskikk i Norge.

Grunnlag for konklusjonen

Vi har gjennomført revisjonen i samsvar med de internasjonale revisjonsstandardene International Standards on Auditing (ISA-ene). Våre oppgaver og plikter i henhold til disse standardene er beskrevet nedenfor under Revisors oppgaver og plikter ved revisjonen av årsregnskapet. Vi er uavhengige av selskapet slik det kreves i lov, forskrift og International Code of Ethics for Professional Accountants (inkludert internasjonale uavhengighetsstandarder) utstedt av the International Ethics Standards Board for Accountants (IESBA-reglene), og vi har overholdt våre øvrige etiske forpliktelser i samsvar med disse kravene. Innhentet revisjonsbevis er etter vår vurdering tilstrekkelig og hensiktsmessig som grunnlag for vår konklusjon.

Annen informasjon

Styret og daglig leder (ledelsen) er ansvarlig for annen informasjon. Annen informasjon består av årsberetningen. Vår konklusjon om årsregnskapet ovenfor dekker ikke annen informasjon.

I forbindelse med revisjonen av årsregnskapet er det vår oppgave å lese annen informasjon. Formålet er å vurdere hvorvidt det foreligger vesentlig inkonsistens mellom annen informasjon og årsregnskapet og den kunnskap vi har opparbeidet oss under revisjonen av årsregnskapet, eller hvorvidt informasjon i annen informasjon ellers fremstår som vesentlig feil. Vi har plikt til å rapportere dersom annen informasjon fremstår som vesentlig feil. Vi har ingenting å rapportere i så henseende.

Konklusjon om årsberetningen

Basert på kunnskapen vi har opparbeidet oss i revisjonen, mener vi at årsberetningen

- er konsistent med årsregnskapet og
- inneholder de opplysninger som skal gis i henhold til gjeldende lovkrav.



Styret og daglig leders ansvar for årsregnskapet

Styret og daglig leder (ledelsen) er ansvarlig for å utarbeide årsregnskapet og for at det gir et rettviseende bilde i samsvar med regnskapslovens regler og god regnskapskikk i Norge. Ledelsen er også ansvarlig for slik intern kontroll som den finner nødvendig for å kunne utarbeide et årsregnskap som ikke inneholder vesentlig feilinformasjon, verken som følge av misligheter eller utilsiktede feil.

Ved utarbeidelsen av årsregnskapet må ledelsen ta standpunkt til selskapets evne til fortsatt drift og opplyse om forhold av betydning for fortsatt drift. Forutsetningen om fortsatt drift skal legges til grunn for årsregnskapet så lenge det ikke er sannsynlig at virksomheten vil bli avviklet.

Revisors oppgaver og plikter ved revisjonen av årsregnskapet

Vårt mål er å oppnå betryggende sikkerhet for at årsregnskapet som helhet ikke inneholder vesentlig feilinformasjon, verken som følge av misligheter eller utilsiktede feil, og å avgi en revisjonsberetning som inneholder vår konklusjon. Betryggende sikkerhet er en høy grad av sikkerhet, men ingen garanti for at en revisjon utført i samsvar med lov, forskrift og god revisjonsskikk i Norge, herunder ISA-ene, alltid vil avdekke vesentlig feilinformasjon som eksisterer. Feilinformasjon kan oppstå som følge av misligheter eller utilsiktede feil. Feilinformasjon blir vurdert som vesentlig dersom den enkeltvis eller samlet med rimelighet kan forventes å påvirke økonomiske beslutninger som brukerne foretar basert på årsregnskapet.

For videre beskrivelse av revisors oppgaver og plikter vises det til:

<https://revisorforeningen.no/revisjonsberetninger>

BDO AS

Stig Hagen
statsautorisert revisor
(elektronisk signert)

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"Med min signatur bekrefter jeg alle datoer og innholdet i dette dokument."

Stig Hagen

Partner

På vegne av: BDO AS

Serienummer: 9578-5999-4-1565050

IP: 188.95.xxx.xxx

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Raufoss Technology AS

RAUFOSS TECHNOLOGY AS

Board of Directors
annual report 2021

RAUFOSS TECHNOLOGY AS

April 7th 2022



Raufoss Technology AS

Board of Directors report

Nature of the business and where it operates

Raufoss Technology AS has its business address and operates from Raufoss Industrial Park. The company's main activity is development and production of lightweight aluminum wheel suspension solutions for the global passenger car industry. The company has invested a significant amount in production facilities for aluminum wheel suspension components at Raufoss, Norway.

The company has further expanded its product areas and customer portfolio and produces wheel suspension to Volvo, Daimler, GM, and Jaguar/Land Rover, as the largest customers.

With effect from 1 July 2004, Raufoss Technology AS was acquired by Fried V. Neuman GmbH, which in turn is part of CAG Holding GmbH, Werkstraße 1, A-3182 Markt, Austria. Based on this, Raufoss Technology AS does not prepare any consolidated financial statements, as all the companies in the group are consolidated into CAG Holding GmbH.

Health, safety and environment (HSE).

There has been a strong focus on HSE work throughout the year with use of HSE action plans and regular follow-ups on internal reporting, sick leave and the external environment. Involvement is encouraged by HSE being part of daily production meetings, department committees, IA committees and management meetings. In addition to updated HSE information on boards and info screens, safety rounds are carried out within the company in addition to and together with management and safety representatives.

Det Norske Veritas' annual environmental audit of ISO 14001 pointed out that the company works well with improvements and risk analyses for production processes that substantiate that working environment is good.

The company does not pollute external environment.

Sick leave ended at 6,3% in 2021 against an average of 4.89% in 2020. It is an ambitious goal to keep sick leave at 4% level. Despite somewhat higher absenteeism in 2021, we consider the results achieved in 2021 to be satisfactory, also in view of the challenges of the global pandemic. The pandemic spread wider and short terms sick leave was more affected in 2021.

The company has an agreement on inclusive working environment and an active IA committee. Treatment by Chiropractor is an offer for all employees. The company uses external consultants on occupational health services through Avanova Health. Annual health checks are normally carried out, but have not been able to be carried out in 2021 because of the pandemic.

Risk assessment has been made through the data connection EcoOnline for all chemicals used. This means that measures during use and protection are simpler at the same time as it makes it clear which chemicals should be replaced.

Risk analyzes when establishing changed processes and workplaces are carried out continuously. The cooperation with fire protection in the industrial park is well-functioning.

Two absence injuries was registered in 2021, which gives an H-value of 6,3. The injured employees were well taken care of and back at work within few days. In 2020, the H-value was 3,4 with one absenteeism injuries. The company's goal is zero absence injuries.

We encourage all employees to have a low threshold for reporting incidents, observations and small incidents. This enables to take action before serious incidents occur. 143 approaches were reported during 2021, of which closed with proposals for improvements per. 31.12.21. We will continue our high focus on reporting inflows in order to prevent and improve the results on H-value.



Raufoss Technology AS

Equality, prevention of discrimination, etc.

There is strong focus on gender equality in all processes of the company. Raufoss Technology still has challenges in strengthening the representation of women, something we try to take into account when recruiting. As of 31.12.21, the company has 149 employees with a female share of 22, ie 14,7%. The proportion of women in administrative positions is 7, ie 17%, while the proportion of women in management positions is 0%. There are no salary differences in the company related to gender.

Our Code of Conduct promotes a decent work environment together with good environmental standards among our suppliers. We want to work closely with our partners to achieve such standards. The ethics guidelines cover human rights, labour rights, the environment and corruption.

The company will improve its efforts to promote equality, ensure equal opportunities and rights and prevent discrimination on the grounds of ethnicity, national origin, descent, skin colour, language, religion and outlook on life.

Statement on Social Responsibility

Information on this statement can be found through accessing the document on N: drive at Raufoss Technology AS.

The company has implemented policies for compliance and code of conduct. All policies can be accessed on intranet or by addressing HR department.

Financials

The company had a positive operating profit of 80.234 TNOK (-141,183TNOK for 2020) and a positive profit before tax of 87.682 TNOK (158,560 TNOK).

The operating profit was much stronger than the corresponding figure for 2020 and is a result of the financial restructuring and sale of assets to sister company Neuman Raufoss Development AS. Neuman Raufoss Development was established September 1st of 2021 and all development activities were moved from Raufoss Technology AS.

Despite very challenging operating conditions with shutdowns at customer plants due to high sick leave caused by Covid 19, management has continued a strong focus on cost reductions and improvement activities through 2021.

The company's ordinary operations mainly consist of the production and delivery of control arms for front and rear wheel suspension for Volvo, Jaguar Landrover, Daimler and Ford. Raufoss Technology delivers forged products to our sister company in China.

The company's operation is exposed to currency risk. The company had approx. 95% of their income in Euro and approx. 5% of income in USD in 2021. There is an ongoing focus on reducing currency risk. In recent years, the company has therefore hedged currency surpluses / losses through use of forward contracts. The company uses cash flow hedging to secure future transactions in foreign currency. At the end of 2021, the company has several ongoing hedging contracts. These contracts have a positive value of 9.030 TNOK (-4,848) as of 31.12.2021 which has not been capitalized.

Raufoss Technology AS has pr. 31.12.21 long-term loans / leasing obligations of 130.995TNOK that constitutes 34% of the total capital. Of this obligation, loans from the parent company amount to NOK 124.860 TNOK

Short-term debt in the company amounts to 127,590TNOK, 33 % of total capital, of which the proportion of intra-group debt amounts to 2%. The company's current assets are 217,996 TNOK and consist of inventory 74,073 TNOK, receivables 112,822 TNOK and cash 31,101 TNOK.

The company's equity is 124,272 TNOK as of 31.12.21, which constitutes 32% of the total capital. Deferred tax assets of 67,129 TNOK are not capitalized for prudential reasons.



Raufoss Technology AS

Research and development

In 2021, the company did not capitalize costs for development projects. All development cost is expensed when occurred.

Liability Insurance for the Board

A liability insurance is established as a group policy through CAG Holding GMBH for the Board Of Directors.

Incidents taken place after the balance sheet day

There are no significant events that affect the accounts as of 31.12.2021

The board assesses the situation with confidence that the market has normalized during 2021 and the results in the first quarter of 2022 confirm this view. 1 quarter result was in line with budget.

Assumptions of operations continuing

In accordance with section 3-3 of the Accounting Act, it is confirmed that the going concern assumption is based on the presentation of the annual accounts. The board and management believe that the company's good order situation, new supply of subordinated loans and by implementing ongoing improvement programs, will be well equipped to meet the challenges in 2021 and the years ahead.

The budget is based on customer forecasts as well as separate market analyses for all volumes. High "frontloading" of expenses for investments and development work is, as before, a challenge in terms of financing. Necessary liquid funds to deal with this, as well as the fluctuations that are in the car market at all times are in place.

The customer portfolio gives us more legs to stand on and makes us less vulnerable to volume fluctuations than before. There is a strong demand for new projects, which clearly indicates that we have products and expertise that are in demand.

Outlook

It is the Board's assessment that the market segment for lightweight aluminium solutions for the automotive industry still has significant growth potential because of demands for more energy-efficient cars. The company has adapted staffing and cost structure to the production volume we see ahead and we generate positive cash flow from our operational activity. The company has continued to increase its capacity within the R&D department to be able to handle increasing demand from the market as well as carry out the ongoing global development projects. This will also give us products / technology that are more competitive in the future. The board believes that the company is well positioned for the future growth in our market segment. Steps have been taken to continue the growth of the company in line with the strategic plan.

Result – use and allocation

In 2020, Raufoss Technology AS had an annual loss before tax of 87.682TNOK. The board proposes that the deficit be used as follows:

<u>Against uncovered loss</u>	<u>87.682TNOK</u>
<u>Total sum dispositions</u>	<u>87.682TNOK</u>



Raufoss Technology AS

Raufoss, 7.4. 2022

Cornelius Grupp
Chairman

Alfred Hager
Board Member

Hans Petter Kristiansen
Board Member

Asgeir Stensrud
Board Member

Jean Meredith
CEO



Vår dato 17.08.2022	Din/Deres dato 15.08.2022	Saksbehandler Lars Waalorp
800 80 000 Skatteetaten.no	Din/Deres referanse AR502093037	Telefon 90833418
Org.nr 974761076	Vår referanse 2022/5687344	Postadresse Postboks 9200 Grønland 0134 OSLO

RAUFOSS TECHNOLOGY AS
Postboks 77
2831 RAUFOSS

Att. Anne Kristin Valheim Bekkevold, BDO AS

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk for Raufoss Technology AS, org.nr. 971 234 288

Vi viser til deres henvendelse av 15. august 2022 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk for Raufoss Technology AS.

Skattekontoret gir på bakgrunn av en konkret helhetsvurdering Raufoss Technology AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som danner grunnlaget for vedtaket ikke endres vesentlig.

Kopi av dette brevet må sendes til Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Den regnskapspliktige må selv dokumentere ved dette brev at tillatelse er gitt.

Bakgrunn

Raufoss Technology AS er eid av et utenlandsk selskap og er en del av et internasjonalt konsern. Selskapet har som formål:

«(...) å drive verkstedsindustri og annen virksomhet som har naturlig sammenheng med dette. Selskapet skal drives etter forretningsmessige prinsipper. Selskapet kan samarbeide med, opprette og delta i andre selskaper».

Selskapet har forpliktende samarbeid med flere utenlandske aktører. Styrelederen i selskapet er utenlandsk.

Skattekontorets 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 mv., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:



"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 skattekontorets 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 skattekontoret lagt særlig vekt på at selskapet er direkte eid av et utenlandsk selskap og er en del av et internasjonalt konsern. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Lars Waalorp
seniorrådgiver
Brukerdialog, brukerkontakt
Skatteetaten

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.