



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2024 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 936 612 741
Organisasjonsform: Aksjeselskap
Foretaksnavn: KLINGER WESTAD AS
Forretningsadresse: Heggenveien 530
3360 GEITHUS

Regnskapsår

Årsregnskapets periode: 01.01.2024 - 31.12.2024

Konsern

Morselskap i konsern: Ja
Konsernregnskap lagt ved: 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: Jørn-Inge Throndsen
Dato for fastsettelse av årsregnskapet: 22.04.2025

Grunnlag for avgivelse

År 2024: Årsregnskapet er elektronisk innlevert
År 2023: Tall er hentet fra elektronisk innlevert årsregnskap fra 2024

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, 25.05.2025



Resultatregnskap

Beløp i: NOK	Note	2024	2023
RESULTATREGNSKAP			
Inntekter			
Revenue		525 782 125	429 045 008
Sum inntekter	2, 3	525 782 125	429 045 008
Kostnader			
Raw materials and consumables used	4	291 597 751	226 422 696
Employee benefits expense	5	100 651 005	90 343 354
Depreciation and amortisation expenses	6	7 057 806	8 393 820
Other expenses	3, 5, 7, 8	85 892 183	68 285 590
Sum kostnader		485 198 744	393 445 461
Driftsresultat		40 583 380	35 599 547
Finansinntekter og finanskostnader			
Annen renteinntekt		1 201 399	1 325 019
Other financial income		10 421 170	14 979 280
Sum finansinntekter		11 622 569	16 304 299
Rentekostnad til foretak i samme konsern	3		
Annen rentekostnad		31 568	55 363
Other financial expenses		6 852 271	8 278 960
Sum finanskostnader		6 883 839	8 334 323
Netto finans		4 738 730	7 969 976
Resultat før skattekostnad		45 322 110	43 569 523
Income tax expense	9	9 865 183	9 517 106
Årsresultat		35 456 927	34 052 417
Årsresultat etter minoritetsinteresser		35 456 927	34 052 417
Totalresultat		35 456 927	34 052 417



Resultatregnskap

Beløp i: NOK	Note	2024	2023
Overføringer og disponeringer			
Ordinært utbytte		10 000 000	20 000 000
Other equity		25 456 927	14 052 417
Sum overføringer og disponeringer	10	35 456 927	34 052 417



Balanse

Beløp i: NOK	Note	2024	2023
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	9	2 085 377	2 397 349
Sum immaterielle eiendeler		2 085 377	2 397 349
Varige driftsmidler			
Buildings and land	6, 11	30 053 922	30 930 055
Machinery and equipment	6, 11	2 016 069	3 699 272
Equipment and other movables	6, 11	15 913 167	15 147 277
Sum varige driftsmidler		47 983 158	49 776 603
Finansielle anleggsmidler			
Investering i datterselskap	12	30 000	30 000
Lån til foretak i samme konsern	12	500 000	500 000
Investments in shares	12	249 950	249 950
Sum finansielle anleggsmidler		779 950	779 950
Sum anleggsmidler		50 848 485	52 953 902
Omløpsmidler			
Varer			
Inventories	4, 11	210 609 129	127 264 963
Sum varer		210 609 129	127 264 963
Fordringer			
Accounts receivables	7, 11	107 161 460	70 948 483
Other short-term receivables	13	7 915 387	7 628 712
Sum fordringer		115 076 846	78 577 196
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	14	20 951 559	46 731 336
Sum bankinnskudd, kontanter og lignende		20 951 559	46 731 336
Sum omløpsmidler		346 637 534	252 573 495



Balanse

Beløp i: NOK	Note	2024	2023
SUM EIENDELER		397 486 019	305 527 397
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	15	11 000 000	11 000 000
Overkurs		90 335	90 335
Annen innskutt egenkapital		22 245 565	22 245 565
Sum innskutt egenkapital		33 335 900	33 335 900
Opptjent egenkapital			
Other equity		146 362 919	120 905 992
Sum opptjent egenkapital		146 362 919	120 905 992
Sum egenkapital	10	179 698 819	154 241 892
Gjeld			
Langsiktig gjeld			
Utsatt skatt	9		
Annen langsiktig gjeld			
Other non-current liabilities	8	2 414 982	5 323 886
Sum annen langsiktig gjeld		2 414 982	5 323 886
Sum langsiktig gjeld		2 414 982	5 323 886
Kortsiktig gjeld			
Liabilities to financial institutions	11	16 669 961	10 117 599
Leverandørgjeld	3	133 601 950	71 431 163
Tax payable	9	8 692 907	9 368 963
Public duties payable		8 179 421	6 413 701
Utbytte	10	10 000 000	20 000 000
Other current liabilities	3, 16, 17	38 227 979	28 630 192
Sum kortsiktig gjeld		215 372 218	145 961 619
Sum gjeld		217 787 200	151 285 505



Balanse

Beløp i: NOK	Note	2024	2023
SUM EGENKAPITAL OG GJELD		397 486 019	305 527 397



Bragemes Torg 2A
3017 Drammen
www.bdo.no

To the General Meeting of Klinger Westad AS

Independent Auditor's Report

Opinion

We have audited the financial statements of Klinger Westad AS.

The financial statements
comprise:

- The balance sheet as at 31 December 2024
- The income statement for 2024
- Statement of cash flows for the year that ended 31 December 2024
- Notes to the financial statements, including a summary of significant accounting policies

In our opinion:

- The financial statements comply with applicable statutory requirements, and
- The financial statements give a true and fair view of the financial position of the Company as at 31 December 2024, 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 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 relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), 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

The Board of Directors and the Managing Director (management) are responsible for the other information. The other information comprises the Board of Directors' report. Our opinion on the financial statements does not cover the other information.

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.

Opinion on the Board of Directors' report

Based on our knowledge obtained in the audit, in our opinion the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable statutory requirements.



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

Management is responsible for the preparation of financial statements that give a true and fair view 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 and using 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 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 the 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>

BDO AS

Anders Nordahl
State Authorised Public Accountant
(This document is signed electronically)

Penneo Dokumentnr: YUW0-7E000-3URDO-ZBY9X-BEQDG-2140X



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

Nordahl, Anders

Partner

På vegne av: BDO AS

Serienummer: no_bankid:9578-5998-4-995843

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Financial statement 2024 Klinger Westad AS

Organization number: 936 612 741



ANNUAL REPORT 2024 KLINGER WESTAD AS

Place and nature of business

Klinger Westad AS is 100% owned by the Austrian company Klinger Holding GmbH. The company is located at Geithus in Viken County and develops, manufactures, and sells butterfly valves for the marine and offshore industry.

Market and financial review 2024

The order intake hit an all-time-high in 2024. The volume driver, LNG Cargo new build, had a steady order intake throughout the year, which led to a total of 22 new orders. The HPBV segment had a strong year and ended at a total order intake of 274 MNOK. The O&G segment had a declining development in 2024 compared to 2023, and are back to more normal level. The total order intake for 2024 ended 614 MNOK. This resulted in a development in the backlog balance from the opening 594 MNOK to 682 MNOK at the end of the year.

The 2024 revenue ended at 525.8 MNOK, which is 96.8 MNOK in front of 2023, showing a ramp-up from the activity that we have experienced the last years with exception of 2021 which was affected by the pandemic. We had good operational control, which in turn led to low extraordinary costs, especially related to air freight. The aftermarket also delivered a strong year, which contributed well to EBIT, which ended at 40.6 MNOK against the budgeted 32.2 MNOK. The profit before tax for 2024 was 45.3 MNOK and the net result after tax was 35.5 MNOK.

The portfolio of liquidities was 21 MNOK per 31.12.2024, a decrease from 46.7 MNOK per 31.12.2023. The balance sheets show total assets of 397.5 MNOK, up from 305.5 MNOK in 2023. The company is in a solid financial position. The balance sheet shows an increase in the net working capital from 126.8 MNOK in 2023 to 184.2 MNOK in 2024. Trade receivables increased from 70.9 MNOK in 2023 to 107.2 MNOK in 2024. The inventory increased from 127.3 MNOK to 210.6 MNOK and reflects that the activity level will increase in 2025.

The board of directors confirm that the financial statements for the year 2024, to the best of our knowledge, gives a true and fair view of the company's consolidated assets, liabilities, financial position and result of operations. Nor has it occurred events after the fiscal year that changes this. The financial statements have been prepared based on continued operations.

Financial risk

Overall objectives and strategy

Westad is exposed for various financial risks, especially related to foreign currency. The overall objective for Westad is to mitigate financial risk.

Exchange rate and interest risk

The company is exposed for exchange rates of foreign currencies, especially USD and EUR. All material purchases of raw materials and about 64% of the income is in foreign currencies. The



company has entered into forward contracts related to both sales and purchases to reduce the currency exposure of the company and thereby operational related market risk. The company is also exposed against NIBOR on leasing agreements with DNB on machinery.

Credit risk

The overall credit risk is considered low, with historical low losses on receivables. Larger projects require letter of credit and prepayment is a requirement for new clients in the aftermarket.

Liquidity risk

The assessment of the liquidity situation is reflected by the ongoing ramp-up. After paying a dividend of 20 MNOK in 2024, the liquidity portfolio has decreased with 25.7 MNOK from 2023.

Working environment and personnel

The company had 127 employees at the end of 2024, an 18% increase compared to the year-end 2023.

In 2024, the company recorded four accidents, none of which resulted in lost-time injuries. The company is working systematically on HSE to eliminate incidents. The total sick leave in 2024 was 6.2%, down from 7.3% the previous year.

Westad is a part of the Norwegian IA cooperation and worked together with the Norwegian Social Service (NAV) and the local industrial health service organization on measures to reduce sick leave. The cooperation with the employee's representatives has been constructive and had a positive impact on the operation in 2024.

Equality and anti-discrimination work

The overall objective of the company is complete equality between men and women. The current distribution between men and woman is 21% woman and 79% men. The company does not treat men and woman differently in cases related to salary, recruitment, and promotions. Westad has employees of various nationalities, ethnical and religious backgrounds and it has a clear policy against any discrimination based on sex, age, religion, sexual orientation, identity, or nationality. The company further has a zero tolerance for all types of discrimination, including sexual harassment at the workplace. However, no specific measures were implemented in 2024.

Klinger Westad has changed its board of directors in regulations with the new rule for gender balance on boards.

Environmental reporting

All emissions from the factory, including dangerous substances, are within the requirements set by the government. No discharging of process water takes place. A vaporization plant reduces the hazardous waste by 85-90%. All waste is delivered to approved facilities for recycling or a landfill.

Klinger Westad has the ISO 14001 certificate. The environmental focus on the company is based on the procedures described by ISO 14001 that is the national standard for environmental management.



The Transparency Act

The account of the due diligence assessments is published on the company's website, www.klinger-westad.com.

Director's and Officer's Liability insurance

The Directors and officers are insured through Klinger Holding GmbH Master insurance policy with Zurich Insurance Company Ltd. This policy covers Directors and Officers of Klinger Holding GmbH in Austria and its subsidiaries worldwide, including Klinger Westad AS.

Annual results and disposals

A dividend of 10 million NOK is allocated to the shareholder. The annual result is booked to other equity.

2024 changes of equity

	Share capital	Premium	Invested equity	Other equity	Sum equity
Pr. 01.01.2024	11 000 000	90 335	22 245 565	120 905 992	154 241 892
Dividend				- 10 000 000	- 10 000 000
Net result				35 456 927	35 456 927
Pr. 31.12.2024	11 000 000	90 335	22 245 565	146 362 919	179 698 819

Outlook for 2025

Klinger Westad left behind a record-level and strong performance in 2024 with a revenue of 525,8 MNOK with an EBIT result of 40.6 MNOK. Moreover, the order intake was also at record-level with 614 MNOK, a 3,5% increase compared to 2023. Despite a high revenue, the order backlog still increased by 14,8% compared to 2023, and ended at 682 MNOK at year end 2024. These orders are due for delivery in 2025, 2026 and 2027.

Overall, in the marketplace, margins are under pressure from local competition and prices from suppliers. The global logistics chain is not normalized either with high rates and alternative routes due to the situation in the Red Sea. The war in Ukraine is also ongoing still, and other geopolitical instability such as the trade wars and other, continues to contribute to a higher-than-normal uncertainty. All of this also impacts Klinger Westad in various ways, but most directly on the material and transportation cost.

Klinger Westad continues its negotiations with key suppliers on management of pricing, and on attempts to achieve modest price increases with key customers where possible. The company has further developed and implemented a clear strategic direction related to new future market opportunities within alternative fuel combined with product development and -improvement and is also putting significant resources into continuous improvement initiatives and internal development of employees, processes, and technology. These are initiatives both for the



short term, but also for the medium and long term. In addition, work with the company's overall five-year plan, or Technology Plan, has gained both traction and momentum.

Despite an uncertain geopolitical situation overall, gas continues to be an important factor both in the overall energy-supply and as an energy that contributes to the reduction of CO2 emissions. Klinger Westad sees opportunities both in traditional markets segments, but also in new in this energy perspective.

The Westad board of directors are therefore confident that Klinger Westad through strong management of the current position and challenging business environment will deliver a strong year in 2025.

Klinger Westad AS, 22. April 2025

Daniel Schibli
Chairman

Christoph Klinger-Lohr
Director

Torm-Inge Throndsen
MD Westad

Sigurd Woie
Employee rep.



Income statement

Klinger Westad AS

Operating income and operating expenses	Note	2024	2023
Revenue		525 782 125	429 045 008
Total income	2, 3	<u>525 782 125</u>	<u>429 045 008</u>
Raw materials and consumables used	4	291 597 751	226 422 696
Employee benefits expense	5	100 651 005	90 343 354
Depreciation and amortisation expenses	6	7 057 806	8 393 820
Other expenses	3, 5, 7, 8	85 892 183	68 285 590
Total expenses		<u>485 198 744</u>	<u>393 445 461</u>
Operating profit		<u>40 583 380</u>	<u>35 599 547</u>
Financial income and expenses			
Other interest income		1 201 399	1 325 019
Other financial income		10 421 170	14 979 280
Other interest expenses		31 568	55 363
Other financial expenses		6 852 271	8 278 960
Net financial items		<u>4 738 730</u>	<u>7 969 976</u>
Net profit before tax		<u>45 322 110</u>	<u>43 569 523</u>
Income tax expense	9	9 865 183	9 517 106
Net profit or loss		<u>35 456 927</u>	<u>34 052 417</u>
Attributable to			
Ordinary dividend		10 000 000	20 000 000
Other equity		25 456 927	14 052 417
Total	10	<u>35 456 927</u>	<u>34 052 417</u>



Balance sheet

Klinger Westad AS

Assets	Note	2024	2023
Non-current assets			
<i>Intangible assets</i>			
Deferred tax assets	9	<u>2 085 377</u>	<u>2 397 349</u>
Total intangible assets		<u>2 085 377</u>	<u>2 397 349</u>
<i>Property, plant and equipment</i>			
Buildings and land	6, 11	30 053 922	30 930 055
Machinery and equipment	6, 11	2 016 069	3 699 272
Equipment and other movables	6, 11	<u>15 913 167</u>	<u>15 147 277</u>
Total property, plant and equipment		<u>47 983 158</u>	<u>49 776 603</u>
<i>Non-current financial assets</i>			
Investments in subsidiaries	12	30 000	30 000
Loan to group companies	12	500 000	500 000
Investments in shares	12	<u>249 950</u>	<u>249 950</u>
Total non-current financial assets		<u>779 950</u>	<u>779 950</u>
Total non-current assets		<u>50 848 485</u>	<u>52 953 902</u>
Current assets			
<i>Inventories</i>			
Inventories	4, 11	<u>210 609 129</u>	<u>127 264 963</u>
Total Inventories		<u>210 609 129</u>	<u>127 264 963</u>
<i>Debtors</i>			
Accounts receivables	7, 11	107 161 460	70 948 483
Other short-term receivables	13	<u>7 915 387</u>	<u>7 628 712</u>
Total receivables		<u>115 076 846</u>	<u>78 577 196</u>
<i>Cash and bank deposits</i>			
Cash and cash equivalents	14	<u>20 951 559</u>	<u>46 731 336</u>
Total cash and bank deposits		<u>20 951 559</u>	<u>46 731 336</u>
Total current assets		<u>346 637 534</u>	<u>252 573 495</u>
Total assets		<u>397 486 019</u>	<u>305 527 397</u>



Balance sheet
Klinger Westad AS

Equity and liabilities	Note	2024	2023
Equity			
<i>Paid-in capital</i>			
Share capital	15	11 000 000	11 000 000
Share premium reserve		90 335	90 335
Other paid-up equity		22 245 565	22 245 565
Total paid-up equity		33 335 900	33 335 900
<i>Retained earnings</i>			
Other equity		146 362 919	120 905 992
Total retained earnings		146 362 919	120 905 992
Total equity	10	179 698 819	154 241 892
Liabilities			
<i>Other non-current liabilities</i>			
Other non-current liabilities	8	2 414 982	5 323 886
Total non-current liabilities		2 414 982	5 323 886
<i>Current liabilities</i>			
Liabilities to financial institutions	11	16 669 961	10 117 599
Trade payables	3	133 601 950	71 431 163
Tax payable	9	8 692 907	9 368 963
Public duties payable		8 179 421	6 413 701
Dividends	10	10 000 000	20 000 000
Other current liabilities	3, 16, 17	38 227 979	28 630 192
Total current liabilities		215 372 218	145 961 619
Total liabilities		217 787 200	151 285 505
Total equity and liabilities		397 486 019	305 527 397

Geithus, 22.04.2025
The board of Klinger Westad AS

Daniel Schibli
chairman of the board

Christoph Klinger-Lohr
member of the board

Sigurd Waie
member of the board

Jørn-Inge Throndsen
general Manager



Cash flow statement

Klinger Westad AS

Cash flows from operating activities	Note	2024	2023
Profit/loss before tax		45 322 110	43 569 523
Taxation paid		-9 368 963	-6 306 946
Ordinary depreciation		7 057 806	8 393 820
Change in inventory		-83 344 166	-32 505 155
Change in accounts receivable		-36 212 976	-6 685 808
Change in accounts payable		62 170 787	28 946 482
Change in other accrual items		10 216 529	-9 373 759
Net cash flows from operating activities		-4 158 874	26 038 157
Cash flows from investment activities			
Payments to buy tangible assets		-5 264 361	-4 709 008
Net cash flows from investment activities		-5 264 361	-4 709 008
Cash flows from financing activities			
Repayment of long-term liabilities		-2 908 904	-2 908 904
Net change in bank overdraft		6 552 362	9 429 436
Payment of dividend		-20 000 000	-15 000 000
Net cash flows from financing activities		-16 356 542	-8 479 468
Net change in cash and cash equivalents		-25 779 777	12 849 681
Cash and cash equivalents at the start of the period		46 731 336	33 881 655
Cash and cash equivalents at the end of the period		20 951 559	46 731 336



Notes to the financial statement 2024

Note 1 Accounting principles

The annual accounts have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles.

Revenue

Income from sale of goods and services are recognised at fair value, net after deduction of VAT, returns, discounts and reductions.

Income from sale of goods is recognised in the income statement when both risk and control have passed on to the buyer. The risk being the asset's profit and loss potential, whilst control is defined as having both the decision-making rights as well as the jurisdiction. Historical data is applied to estimate and make provisions for quantity discount and returns at the date of sales.

Tax

The tax charge in the income statement consists of tax payable and changes in deferred tax. Deferred tax is calculated at 22 % on the basis of the temporary differences that exist between accounting and tax values, as well as any possible taxable loss carried forwards at the end of the accounting year. Tax enhancing or tax reducing temporary differences, which are reversed or may be reversed in the same period, have been offset and netted. From the income year 2019, the tax rate for companies has been reduced. This affected the size of the deferred tax / tax benefit and was in 2018 treated as an estimate change with accounting for the result.

Classification and assessment of balance sheet items

Assets intended for long-term ownership or use have been classified as fixed assets. Assets relating to the operating cycle have been classified as current assets. Other receivables are classified as current assets if they are to be repaid within one year of the transaction date. Similar criteria apply to liabilities. First year's instalment on long term liabilities and long term receivables are, however, not classified as short term liabilities and current assets.

Research and development

Research and development expenses are capitalized to the extent that a future economic benefit associated with the development of an identifiable intangible asset can be identified. Otherwise, such expenses are expensed on an ongoing basis. Capitalized research and development is depreciated on a straight-line basis over the useful lives.

Leasing

Leases considered as finance leases are treated as other tangible fixed assets. Historical cost is the value of the consideration in the agreement, calculated as a present value of the lease payments.

Receivables

Accounts receivables and other receivables are recorded in the balance sheet at face value after deduction of provisions for expected loss. Provisions for losses are made on the basis of individual assessments of the individual receivables. Additionally, for accounts receivables, an unspecified provision is made to cover expected losses.

Inventory

The inventory of purchased goods is valued at the lower of cost according to the FIFO principle and net realisable value. Finished goods of own production and work in progress are valued at variable cost of production.

Currencies

Receivables and liabilities in foreign currency, which are not hedged using forward contracts, are valued at the exchange rate at the end of the financial year. Exchange gains and losses associated with sales of goods and goods purchases in foreign currency are recorded as operating income and raw materials and consumables used.

Pensions

With a defined contribution plan the company pays contributions to an insurance company. The contribution is recognised as payroll expenses in the period to which the contribution relates to. Pension



Notes to the financial statement 2024

obligations relating to the AFP scheme for the company's employees are not capitalised. Liabilities or assets related to collective pension plans are not capitalised.

Warranties, service and complaints

Provision for warranties and service work for completed projects / sales is recorded at the expected cost of such work. The estimate is based on historical figures for service and warranty repairs. The amount is recorded under other current liabilities and is recognised in the income statement on a straight-line basis over the warranty and service period.

Cash Flow statement

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

Use of estimates

The preparation of financial statements in compliance with the Accounting Act requires the use of estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies.

Note 2 Revenue

Geographical distribution	2024	2023
Norway	126 147 674	72 292 367
Korea	218 100 494	180 852 525
United Kingdom	55 518 688	67 555 982
China	68 332 619	44 460 490
Japan	4 935 332	11 485 568
Other	52 747 318	52 398 076
Total	525 782 125	429 045 008

Note 3 Transactions with related parties

The company has paid management fees to consortium with NOK 2 876 323 in 2024 and NOK 1 678 916 in 2023. Other expenses charged by group companies were NOK 1 047 185 in 2024 and NOK 642 540 in 2023. Further the company has had various income from group companies of NOK 244 335 in 2024 and NOK 183 685 in 2023. The company has accounts payable to group companies of NOK 1 027 089 in 2024 and NOK -58 750 in 2023.

The company has per. 31.12.2024 a loan of NOK 500 000 to Westad China Holding.



Notes to the financial statement 2024

Note 4 Inventories

	2024	2023
Raw materials and purchased semi-finished products	83 707 446	46 003 285
Work in progress	17 509 492	14 075 705
Finished goods of own production	106 152 846	62 584 501
Purchased finished goods	3 239 344	4 601 472
Total	210 609 129	127 264 963

Inventories valued at purchased cost	220 677 003	137 108 094
Inventories valued at net realisable value	0	0
Write-down for obsolescence	10 067 874	9 843 130

The Group Management has made an estimate change in relation to the standard write-down for obsolescence that applies to all companies in the Group in 2018. The change has resulted in a lower provision for obsolescence than before.

Note 5 Personnel expenses, number of employees, remuneration, loan to employees

Payroll expenses	2024	2023
Salaries/wages	77 782 021	70 595 699
Social security fees	13 232 681	11 463 382
Pension expenses	6 062 709	5 221 881
Other remuneration	3 573 593	3 062 392
Total	100 651 005	90 343 354

Average number of employees during the financial year	119	108
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Benefits to senior executives or members of the board:	CEO	Board	Cor assembly
Salaries/wages	2 538 042	725 190	
Pension expenses			
Other remuneration	1 145 652	994 293	
Total	3 683 694	1 719 483	0

The CEO has an agreement on early retirement for nine months after the expiration of the normal notice period.

Management is included in the general bonus agreement that applies to all company employees. With the achievement of certain performance targets at company level, the CEO can receive bonuses limited to 35% of annual salary. No loans/sureties have been granted to the General Manager, Chairman of the Board or other related parties.

OTP (Statutory occupational pension)

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

Expensed audit fee

Expenses paid to the auditor for 2024 amounts to NOK 478 073- excl.mva.

Statutory audit fee	326 000
Technical assistance with financial statement	54 000
Other assistance	98 073
Total audit fee	478 073



Notes to the financial statement 2024

Note 6 Tangible fixed assets

Tangible fixed assets are valued at acquisition cost less depreciation. Depreciation is calculated on the basis of cost and distributed linearly over estimated useful lives.

	Buildings and land	Plant & Machinery	Equipment and other movables	Total
Acquisition cost 01.01	46 926 789	54 924 951	80 497 507	182 349 247
Additions	415 953	0	4 848 408	5 264 361
Disposals	0	0	0	0
Acquisition cost 31.12	47 342 742	54 924 951	85 345 915	187 613 608
Acc. depreciation/impairment	-17 288 820	-52 908 882	-69 432 748	-139 630 450
Book value 31.12	30 053 922	2 016 069	15 913 167	47 983 157
Depreciation in the year	-1 292 085	-1 683 203	-4 082 518	-7 057 806
Depreciation rate (%)	0 - 4 %	10 - 33 %	10 - 33 %	
Depreciation plan	Linear	Linear	Linear	
Economic useful life	25-30 year	3 - 10 year	3 - 10 year	
Change in depreciation plan	No	No	No	

Plant & Machinery include capitalized leasing agreements with NOK 2 414 982. Depreciation for the year on capitalized leases amounts to NOK 1 660 115.

Note 7 Accounts receivables

Trade receivables are entered at face value after deduction of provisions for expected losses. Provisions for losses are made on the basis of an individual assessment of the individual receivables. In addition, for other accounts receivable, an unspecified provision is made to cover expected losses.

Customer receivables in the balance are as follows:	2024	2023
Customer receivables at par value	107 640 523	71 456 911
Provision for losses on receivables 31.12	-479 063	-508 428
Book value of customer receivables	107 161 460	70 948 483

Losses on receivables in the income statement are as follows:	2024	2023
Provisions for losses on receivables 01.01.	-508 428	-272 989
Provisions for losses on receivables 31.12.	479 063	508 428
Realised losses during the period	0	-17 657
Received from previously written off receivables	0	0
Total losses on receivables posted against the result	-29 365	217 782

Note 8 Leases

Specification of the year's capitalised leases	2024	2023
Machinery	2 908 906	2 908 906

Overview future minimum lease:	2024	2023
Next year	2 908 906	2 908 906
Year 2-5	2 414 980	5 323 884

Klinger Westad AS

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Notes to the financial statement 2024

Total future minimum lease	5 323 886	8 232 790
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Fixed assets treated as finance leases are included in the Tangible fixed assets note (note 6) as Machinery. At the end of the lease term, the company can either buy out the asset or continue with an extension lease.

Note 9 Tax

This year's tax expense	2024	2023
Entered tax on ordinary profit/loss:		
Payable tax	9 553 211	9 807 991
Changes in deferred tax assets	311 972	-290 885
Tax expense on ordinary profit/loss	9 865 183	9 517 106

Taxable income:		
Result before tax	45 322 110	43 569 523
Permanent differences	-480 372	-309 950
Changes in temporary differences	-1 418 053	1 322 204
Taxable income	43 423 685	44 581 777

Payable tax in the balance:		
Payable tax on this year's result	8 692 907	9 368 963
Total payable tax in the balance	8 692 907	9 368 963

Calculation of effective tax rate		
Profit before tax	45 322 110	43 569 523
Calculated tax on profit before tax	9 970 864	9 585 295
Tax effect of permanent differences	-105 682	-68 189
Total	9 865 182	9 517 106
Effective tax rate	21,8 %	21,8 %

The tax effect of temporary differences that has formed the basis for deferred tax and deferred tax advantages, specified on type of temporary differences

	2024	2023	Difference
Tangible assets	2 454 361	2 077 758	-376 603
Stock	-10 067 873	-9 843 130	224 743
Accounts receivable	-479 063	-493 123	-14 060
Lease agreements brought to the balance	-398 913	-1 651 046	-1 252 133
Allocations and more	-987 500	-987 500	0
Total	-9 478 988	-10 897 041	-1 418 053
Basis for deferred tax assets	-9 478 988	-10 897 041	-1 418 053
Deferred tax assets (22 %)	-2 085 377	-2 397 349	-311 972



Notes to the financial statement 2024

Note 10 Equity

	Share capital	Share premium reserve	Other paid-in equity	Other equity	Total equity
Equity, 01.01	11 000 000	90 335	22 245 565	120 905 992	154 241 892
Annual net profit				35 456 927	35 456 927
Suggested dividend				-10 000 000	-10 000 000
Equity 31.12	11 000 000	90 335	22 245 565	146 362 919	179 698 819

Note 11 Debtors, liabilities, pledged assets and guarantees etc.

	2024	2023
Long-term debtors which fall due later than five years after the expiry of the financial year	0	0
Liabilities secured by mortgage		
Liabilities to financial institutions	0	0
Balance sheet value of assets placed as security:		
Inventories	210 609 129	127 264 963
Accounts receivables	107 161 460	70 948 483
Real Estate (limited up to NOK 30 000 000)	0	0
Machinery	733 868	756 956
Equipment and other moveables	15 913 167	15 147 277
Total	334 417 624	214 117 679
Unused bank overdraft	13 800 000	14 000 000
Non-booked guarantee commitments	1 200 000	1 000 000

The company has also leased assets and the leasing company has a mortgage in these.



Notes to the financial statement 2024

Note 12 Shares in and receivables from subsidiaries and other companies

Shares in subsidiaries are listed for historical cost.

Name of the subsidiary:	Westad China Holding AS
Business Office:	Geithus
Ownership	100%
Equity pr. 01.01.	-104 016
Annual net profit:	-33 378
Equity pr. 31.12.	-137 294

Group accounts have not been prepared in accordance with section 3-8 of the Norwegian Accounting Act, as it does not affect the understanding of the Group's position and results.

A long-term loan to the subsidiary of NOK 2 500 000 had been granted, this loan is written down to NOK 500 000. Interest is not calculated.

As the subsidiary is immaterial, consolidated financial statements are not prepared in accordance with section 3-7 of the Norwegian Accounting Act.

The company also has a stake in a company in Japan:

Company	Stake	Capitalized value	Market value
LGE Japan Ltd	12,5%	249 950	249 950

Note 13 Other non-capitalized liabilities

In connection with sales and purchase contracts in foreign currency, the company has entered into contracts for currency sales and currency purchases. These are considered cash flow hedges and an accounting has been chosen for which realized and unrealized gains and losses on the hedging instrument are not recognized in the income statement before the underlying hedging item affects the profit and loss account. Income that are hedged are thus booked in the accounts at the hedging price.

The value of forward contracts in 2024 in relation to the exchange rate at the balance sheet date amounts to net loss of NOK 34 948 104. The corresponding net profit amount in 2023 was NOK 251 690. The company's hedged instruments has expiration dates from 27.01.2025 to 21.05.2025.

When the individual futures contract expires and the underlying sale/purchase contract is not terminated at the same time, the futures contract is rolled with a new settlement on the expected delivery date of the underlying sale/purchase contract. Differences between agreed forward rates must be settled at the time of the rolling and are recognized as other short-term receivables. As at 31.12.2024, this amounts to NOK -2 368 762 and corresponding figures per. 31.12.2023 was NOK 436 743.



Notes to the financial statement 2024

Note 14 Restricted bank deposits, cash in hands etc.

	2024	2023
Restricted funds deposited in the tax deduction account	4 002 180	3 333 982

Duty tax deductions per. 31.12. amounts to NOK 3 594 178.

Note 15 Share capital and shareholder information

Share capital	Number	Nominal value	Book value
Ordinary shares	100 000	110	11 000 000

The share capital is owned by the following shareholders:

Shareholders:	Number of shares	Ownership
Klinger Holding GmbH	100 000	100 %

The company has on class of shares and all shares come with full voting rights.

The parent company Klinger Holding GmbH has office address in Gumpoldskirchen in Austria and prepares a consolidated financial statement in which Klinger Westad AS is included. A copy of the complete consolidated financial statements can be obtained at the company's office in Am Kanal 8-10 , Gumpoldskirchen.

Note 16 Provisions for liabilities

	2024	2023
Warranty provisions included in other short term liabilities	987 500	987 500

Note 17 Advance payments from customers

	2024	2023
Advance payments from customers included in other short term liabilities	1 312 056	672 424



Skatteetaten

Vår dato 21.06.2021	Din/Deres dato 21.06.2021	Saksbehandler Torstein Kinden Helleland
800 80 000 Skatteetaten.no	Din/Deres referanse	Telefon 22078139
Org.nr 974761076	Vår referanse 2021/6026864	Postadresse Postboks 9200 Grønland 0134 OSLO

U.off.

KLINGER WESTAD AS
Heggenvæien 530
3360 GEITHUS

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk for Klinger Westad AS, org.nr. 936 612 741

Vi viser til deres henvendelse av 21. juni 2021 der det opplyses at organisasjonsnummeret i vedtak av 8. desember 2017, ref.: 2017/1281497, er feil. Det er også opplyst at selskapet har endret navn fra Westad Industri AS til Klinger Westad AS.

Selskapet ble 8. desember 2017 innvilget dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk. I vedtaket ble samme organisasjonsnummer som oppgitt i søknaden benyttet. Det viser seg at det var feil.

Skattedirektoratet legger til grunn at forutsetningen som ble lagt til grunn ved vedtaket i 2017 ikke er endret og kan fortsatt legges til grunn. Skattedirektoratet gir på denne bakgrunn Klinger Westad AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som vedtaket baserer seg på ikke endres vesentlig.

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

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Tor Willumsen
seniorskattejurist
Juridisk avdeling
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.