



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2023 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 919 095 849
Organisasjonsform: Aksjeselskap
Foretaksnavn: ELKEM SILICONES SCANDINAVIA AS
Forretningsadresse: Drammensveien 169
0277 OSLO

Regnskapsår

Årsregnskapets periode: 01.01.2023 - 31.12.2023

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: Morten Tverå
Dato for fastsettelse av årsregnskapet: 28.06.2024

Grunnlag for avgivelse

År 2023: Årsregnskapet er elektronisk innlevert
År 2022: Tall er hentet fra elektronisk innlevert årsregnskap fra 2023

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, 17.08.2025



Resultatregnskap

Beløp i: NOK	Note	2023	2022
RESULTATREGNSKAP			
Inntekter			
Revenue		99 316 848	94 735 081
Other income		6 536 148	2 045 767
Sum inntekter	1, 2	105 852 996	96 780 848
Kostnader			
Raw materials and consumables used	2, 3	90 237 262	87 263 177
Employee benefits expense	4		
Other expenses	2, 4	8 269 677	6 460 546
Sum kostnader		98 506 940	93 723 723
Driftsresultat		7 346 056	3 057 125
Finansinntekter og finanskostnader			
Renteinntekt fra foretak i samme konsern	2	756 784	255 038
Annen renteinntekt		6 914	
Sum finansinntekter		763 698	255 038
Annen rentekostnad		1 732	
Other financial expenses		747 656	178 659
Sum finanskostnader		749 388	178 659
Netto finans		14 310	76 379
Ordinært resultat før skattekostnad		7 360 366	3 133 504
Income tax expense	5	1 617 759	690 056
Ordinært resultat etter skattekostnad		5 742 607	2 443 448
Årsresultat		5 742 607	2 443 448
Årsresultat etter minoritetsinteresser		5 742 607	2 443 448
Totalresultat		5 742 607	2 443 448
Overføringer og disponeringer			



Resultatregnskap

Beløp i: NOK	Note	2023	2022
Ordinært utbytte	6		23 000 000
Avgitt konsernbidrag	6	5 731 986	
Other equity	6		2 443 448
Transferred from other equity	6	10 621	-23 000 000
Sum overføringer og disponeringer		5 742 607	2 443 448



Balanse

Beløp i: NOK	Note	2023	2022
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	5		1 045
Sum immaterielle eiendeler			1 045
Sum anleggsmidler		0	1 045
Omløpsmidler			
Varer			
Sum varer	7	7 023 032	8 425 420
Fordringer			
Accounts receivables			1 083 004
Other short-term receivables	8	6 952 819	39 016 475
Sum fordringer		6 952 819	40 099 479
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents		859 779	94 260
Sum bankinnskudd, kontanter og lignende		859 779	94 260
Sum omløpsmidler		14 835 630	48 619 159
SUM EIENDELER		14 835 630	48 620 204
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	6	100 000	100 000
Sum innskutt egenkapital		100 000	100 000
Opptjent egenkapital			
Other equity	6	6 627 213	6 616 592
Sum opptjent egenkapital		6 627 213	6 616 592



Balanse

Beløp i: NOK	Note	2023	2022
Sum egenkapital		6 727 213	6 716 592
Gjeld			
Langsiktig gjeld			
Utsatt skatt	5		
Annen langsiktig gjeld			
Sum langsiktig gjeld		0	0
Kortsiktig gjeld			
Leverandørgjeld	8	1 372 195	326 003
Tax payable	5		690 056
Public duties payable		1 723 014	1 965 584
Utbytte			23 000 000
Other current liabilities	8	5 013 208	15 921 969
Sum kortsiktig gjeld		8 108 417	41 903 612
Sum gjeld		8 108 417	41 903 612
SUM EGENKAPITAL OG GJELD		14 835 630	48 620 204



Financial Statements 2023 Elkem Silicones Scandinavia AS

Board of Directors report
Auditors Report
Profit and loss statement
Balance sheet
Notes



Org.nr.: 919 095 849



The board of directors' report 2023 for Elkem Silicones Scandinavia AS

Operations and locations

Elkem Silicones Scandinavia AS (ES Scandinavia) is engaged in the import and sale of silicone-based polymers and Chemical products. Goods are shipped directly from the producer to the end customer. The production of goods takes place in Lyon, France. The company's customers are located in Norway and Sweden.

The main office is based in Oslo.

Going concern

In accordance with the Accounting Act § 3-3a, we confirm that the financial statements have been prepared under the assumption of going concern. This assumption is based on profit forecasts for the year 2024 and the Group's long-term strategic forecasts. The Group's economic and financial position is sound.

Future challenges

Elkem Silicones Scandinavia reached a good level of business throughout 2023, with revenue slightly above 2022, due to higher demand on the Release Coating market.

The expectation for the year 2024 is anticipated to remain stable, indicating that there are no significant changes foreseen on the related markets.

Comments related to the financial statements

The Company's revenues increased from NOK 96.8 mill. in 2022 to NOK 105.9 mill. in 2023. Operating profit in 2022 was NOK 3.1 mill. compared to NOK 7.3 mill. in 2023. Total assets at year-end amounted to NOK 14.8 mill. compared to NOK 48.6 mill. last year.

Financial risk

The company buys and sells goods in EUR and has therefore a limited exchange rate risk.

Market risk

Market risk arises when a company is subject to adverse sales conditions due to either increased competition in the marketplace, adverse demand conditions within the market, or the inability to develop markets or position products to service targeted customers. ES Scandinavia is exposed to limited market risk because the company doesn't meet the conditions above.

Credit risk

ES Scandinavia works closely with Elkem Silicones France. ES France bears the credit risk related to its customers' credit default and compensates ES Scandinavia in case of credit default of its customers.

In addition, ES Scandinavia benefits from credit insurance contracts which are negotiated by ES France and binding all parties of European entities. As a result, ES Scandinavia is exposed to limited credit risk.

Insurance for members of the Board

The Company has signed an insurance policy for members of the Board of Directors and the general manager for their potential liability towards the company and third-parties, The insurance covers any financial loss, including lawyers fees, which the insured person is liable to pay due to any historical, current and future liability. The insurance also covers any loss the company may incur due to indemnification against the Board of Directors.

The working environment and the employees

ES Scandinavia subcontracts 3 people that benefits from the working conditions and advantages of Elkem ASA. No incidences or reporting of work-related accidents resulting in significant material damage or personal injury occurred during the year.

The working environment is considered to be good, and efforts for improvements are made on an ongoing basis.

Equal opportunities

The Group aims to be a workplace with equal opportunities and has included in its policies regulations to prevent gender discrimination regarding salary, promotion and recruiting. The Group has traditionally recruited from



environments equally dominated by both men and women.

The company has two subcontracted females and one subcontracting man employee during fiscal year 2023.

Discrimination

The Discrimination Act's objective is to promote gender equality, ensure equal opportunities and rights, and to prevent discrimination due to ethnicity, national origin, descent, skin colour, language, religion and faith. The Group is working actively, determined and systematically to encourage the act's purpose within our business. Included in the activities are recruiting, salary and working conditions, promotion, development opportunities and protection against harassment.

The Group's aim is to be a workplace with no discrimination due to reduced functional ability and is working actively to design and implement the physical conditions in such a manner that as many as possible can utilize the various functions. For employees or new applicants with reduced functional ability, individual arrangements of workplace and responsibility are made.

As part of the work to adjust physical arrangements, door openers at all exit doors have been installed.

Environmental report and Report on work on fundamental human rights and decent working conditions

The company sells chemicals. Some of which may have a polluting effect on the environment in the event of improper use. However, these products are subject to strict health, safety and environmental practices.

Elkem Scandinavia AS belong to Elkem ASA (HQ) who has strong commitment in ESG policy. Elkem received lot of "gratification" from certified organism. The engagement of Elkem in the future is to continue and strengthened its ESG commitment.

As part of the Elkem ASA Group the company is included in the Sustainability report provided by Elkem ASA. The report also contains the report on work on fundamental human rights and decent working conditions. The report can be found on the website of Elkem ASA, www.elkem.com

Allocation of net income

The profit for the year was NOK 5 742 607. The board propose to distribute NOK 5 731 986 as group contribution and transfer NOK 10 621 from retained earnings.

Oslo, 28.06.2024

Morten Magnus Voll
Chairman of the Board

Sean Patrick Duffy
Board member



PROFIT AND LOSS ACCOUNTS

ELKEM SILICONES SCANDINAVIA AS

OPERATING INCOME AND OPERATING EXPENSES	Note	2023	2022
Revenue		99 316 848	94 735 081
Other income		6 536 148	2 045 767
Total income	1, 2	105 852 996	96 780 848
Raw materials and consumables used	2, 3	90 237 262	87 263 177
Other expenses	2, 4	8 269 677	6 460 546
Total expenses		98 506 940	93 723 723
Operating profit		7 346 056	3 057 125
FINANCIAL INCOME AND EXPENSES			
Interest income from group companies	2	756 784	255 038
Other interest income		6 914	0
Other interest expenses		1 732	0
Other financial expenses		747 656	178 659
Net financial items		14 310	76 379
Net profit before tax		7 360 366	3 133 504
Income tax expense	5	1 617 759	690 056
Net profit after tax		5 742 607	2 443 448
Net profit or loss		5 742 607	2 443 448
ATTRIBUTABLE TO			
Ordinary dividend	6	0	23 000 000
Intra-group contribution given	6	5 731 986	0
Other equity	6	0	2 443 448
Transferred from other equity	6	-10 621	23 000 000
Total		5 742 607	2 443 448



BALANCE SHEET

ELKEM SILICONES SCANDINAVIA AS

ASSETS	Note	2023	2022
Deferred tax assets	5	0	1 045
Total intangible assets		0	1 045
Total non-current assets		0	1 045
CURRENT ASSETS			
Inventories	7	7 023 032	8 425 420
DEBTORS			
Accounts receivables		0	1 083 004
Other short-term receivables	8	6 952 819	39 016 475
Total receivables		6 952 819	40 099 479
Cash and cash equivalents		859 779	94 260
Total current assets		14 835 630	48 619 159
Total assets		14 835 630	48 620 204



BALANCE SHEET

ELKEM SILICONES SCANDINAVIA AS

EQUITY AND LIABILITIES	Note	2023	2022
PAID-IN CAPITAL			
Share capital	6	100 000	100 000
Total paid-up equity		100 000	100 000
RETAINED EARNINGS			
Other equity	6	6 627 213	6 616 592
Total retained earnings		6 627 213	6 616 592
Total equity		6 727 213	6 716 592
LIABILITIES			
CURRENT LIABILITIES			
Trade payables	8	1 372 195	326 003
Tax payable	5	0	690 056
Public duties payable		1 723 014	1 965 584
Dividends		0	23 000 000
Other current liabilities	8	5 013 208	15 921 969
Total current liabilities		8 108 417	41 903 612
Total liabilities		8 108 417	41 903 612
Total equity and liabilities		14 835 630	48 620 204

Oslo, 28.06.2024

The board of Elkem Silicones Scandinavia AS

Sean Patrick Duffy
member of the board

Morten Magnus Voll
chairman of the board



INDIRECT CASH FLOW

ELKEM SILICONES SCANDINAVIA AS

	Note	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/loss before tax		7 360 366	3 133 504
Taxation paid		-690 056	-1 331 534
Change in inventory		1 402 389	-6 939 616
Change in accounts receivable		1 083 004	-1 083 004
Change in accounts payable		1 046 192	-364 604
Change in other accrual items		13 563 625	6 735 361
Net cash flows from operating activities		23 765 519	150 107
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of dividend		-23 000 000	0
Payment of Group contributions		0	-277 000
Net cash flows from financing activities		-23 000 000	-277 000
Net change in cash and cash equivalents		765 519	-126 893
Cash and cash equivalents at the start of the period		94 260	221 153
Cash and cash equivalents at the end of the period		859 779	94 260



Accounting principles

The financial statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles in Norway. The accounts are prepared on the basis of a going concern assumption.

FOREIGN CURRENCY

Transactions in foreign currency are translated at the exchange rate prevailing at the end of the prior month. Monetary items in foreign currency are translated into Norwegian kroner using the exchange rate at the balance sheet date. Non-monetary items measured at historical rates expressed in foreign currency are translated into Norwegian kroner using the exchange rate at the time of the transaction. Non-monetary items measured at fair value expressed in foreign currency are translated at the exchange rate determined on the measurement date. Exchange rate changes are recognized in the accounting period under cost of sales as this is where exchange rate differences arise.

REVENUE

Sale of goods

Revenue is recognised when it is earned and the revenue can be measured reliably. Revenue is measured at the fair value of the consideration received or receivable, net of any taxes, rebates and discounts. Expenses are recognised in the same period as the related revenue. When products are sold with warranties, the expected warranty amounts are recognised as expenses at the time of the sale, and are subsequently adjusted for any changes in estimates or actual outcome. Revenue from sale of goods is recognised when the significant risk and reward of the ownership of the goods has passed to the buyer, according to the agreed delivery term for each sale. Delivery terms are based on Incoterms 2020 issued by International Chamber of Commerce.

Sale of services

Revenue from sale of services is recognised when the services have been provided. Sale of services are mainly related to management agreements with related parties, based on cost plus a margin.

TAX

The tax cost in the profit and loss comprises both payable tax for the period and changes in deferred tax. Deferred tax is calculated as 22 % of the basis of temporary differences between accounting and taxable values as well as tax losses brought forward. Temporary differences which can reverse in the same period are presented net.

RECOGNITION OF CURRENT ASSETS/LIABILITIES

Current assets and liabilities are made up of balances due within one year of the financial year end. Such assets/liabilities are recognised at the lower of cost and net realisable value.

Elkem Silicones Scandinavia participates in a group cash pool managed by Elkem Silicones France SAS. Deposits and drawings are classified as other short-term receivables / other current debt.

INVENTORIES

Inventories are valued at the lower of cost and net realisable value.

RECEIVABLES

Trade and other receivables are recognised at nominal value less provisions for doubtful accounts. The company has entered into a factoring agreement. The factoring agreement includes a recourse clause for maximum 5% of the face value of the individual receivable sold under the agreement. 95% of the receivable under the agreement are derecognised and the recourse amount is booked as current liability.

CASHFLOW

The cashflow statement is prepared using the indirect method. Cash and cash equivalents are made up of cash, bank assets and other short term liquid placements.



Note 1 Revenue and other operating income

	2023	2022
By business area		
Revenue	99 316 848	94 735 081
Other operating income	6 536 148	2 045 767
Sum	105 852 996	96 780 848
By geographic market		
Norway	94 278 638	92 780 690
Sweden	9 318 587	3 198 099
Denmark	1 893 631	757 735
Germany	56 401	19 889
Netherlands	35 719	7 817
Iceland	237 115	12 028
Luxemburg	532	0
Belgium	32 373	0
United Kingdom	0	4 590
Sum	105 852 996	96 780 848

Note 2 Related party transactions

	Elkem Silicones France SAS 2023	Elkem Silicones France SAS 2022	Elkem ASA 2023	Elkem ASA 2022
Revenue				
Sales commission	6 536 148	2 045 766	0	0
Interest income	756 784	255 038	0	0
Sum	7 292 932	2 300 804	0	0
Expenses				
Purchase of goods	92 477 446	89 344 780	0	0
Purchase of services	433 841	417 941	4 633 520	4 112 511
Management fee	2 026 359	1 745 366	826 590	0
Interest expense	1 732			
Sum	94 939 378	91 508 087	5 460 110	4 112 511

Note 3 Cost of sales

Cost of sales includes NOK 1 929 231 in realised foreign exchange gain and NOK -220 020 in unrealised foreign exchange losses.

Note 4 Payroll, Director's remuneration and audit fees

The company has no employees.

The company has no Managing Director and remuneration to the Board of Directors amounts to NOK 0.

AUDITOR

Audit fees for 2023 total NOK 120 060 of which all is related to regular statutory audit.



Note 5 Tax

This year's tax expense	2023	2022
Payable tax	1 616 714	690 056
Changes in deferred tax assets	1 045	0
Tax expense on ordinary profit/loss	1 617 759	690 056

Taxable income	2023	2022
Ordinary result before tax	7 360 366	3 133 504
Permanent differences	-6 914	3 115
Changes in temporary differences	-4 747	0
Provided Group contribution	-7 348 700	0
Taxable income	4	3 136 619

Payable tax in the balance:	2023	2022
Payable tax on this year's profit	1 616 714	690 056
Payable tax on provided Group contribution	-1 616 714	0
Total payable tax in the balance	0	690 056

Temporary differences	2023	2022	Difference
Stock	0	-4 748	-4 747
Total	0	-4 748	-4 747
Basis for deferred tax	0	-4 748	-4 747
Deferred tax asset (22%)	0	-1 045	-1 044

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

Note 6 Equity

	Share capital	Other equity	Total equity
As at 01.01.2023	100 000	6 616 592	6 716 592
Annual profit		5 742 607	5 742 607
Dividends		0	0
Group contribution		-5 731 986	-5 731 986
As at 31.12.2023	100 000	6 627 213	6 727 213

Share capital comprises 200 shares each with par value NOK 500. 100 % owned by Elkem ASA, Norway.

Consolidated accounts have been prepared by Elkem ASA and are available from the company's office at Drammensveien 169 0277 Oslo, Norway.



Note 7 Inventory

	2023	2022
Inventory of goods for resale	7 193 650	8 200 839
Sum	7 193 650	8 200 839

Note 8 Intercompany balances

Receivables	2023	2022
Other receivables	5 929 835	39 016 475
Total	5 929 835	39 016 475

Payables		
Trade payables	1 282 411	264 561
Other payables	1 670 340	10 409 778
Total	2 952 751	10 674 339

All intercompany balances are classified as current assets/liabilities and fall due within one year of the financial year-end.

The liquidities of the company is organised in a cash pool arrangement with Elkem Silicones France SAS. Consequently the cash position of the company is classified as an inter company payable. All the participants in the cash pool is jointly liable for the outstanding amount in the cash pool.

The company has a payable of NOK -1 596 348 in the cash pool.



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To the General Meeting of Elkem Silicones Scandinavia AS

Independent Auditor's Report

Opinion

We have audited the financial statements of Elkem Silicones Scandinavia AS (the Company), which comprise the balance sheet as at 31 December 2023, 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 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 2023, 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 (management) is responsible for the information in the Board of Directors' report. The other information comprises information in the annual report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the information in the Board of Directors' report.

In connection with our audit of the financial statements, our responsibility is to read the Board of Directors' report. The purpose is to consider if there is material inconsistency between the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or whether the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

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

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

Offices in:

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Statsautoriserede revisorer - medlemmer av Den norske Revisorforening

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Arendal	Hamar	Sandefjord	Tynset
Bergen	Haugesund	Stavanger	Ulsteinvik
Bode	Knarvik	Stord	Ålesund
Drammen	Kristiansand	Straume	

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Responsibilities of Management 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. 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 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.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error. We design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Oslo
KPMG AS

Stian Tørrestad
State Authorised Public Accountant
(This document is signed electronically)

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Tørrestad, Stian

State Authorised Public Accountant

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Skattedirektoratet

Saksbehandler	Deres dato	Vår dato
Jeanette Munkvold Skovholt	17.10.2017	26.10.2017
Telefon	Deres referanse	Vår referanse
90076012	Merete Ø. Kristensen	2017/1111334

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Postboks 334 Skøyen
0213 OSLO

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk for Elkem Silicones Scandinavia AS, org.nr. 919 095 849

Vi viser til deres brev av 17. oktober 2017 der dere søker om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for Elkem Silicones Scandinavia AS.

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering Elkem Silicones Scandinavia 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.

Bakgrunn

Fra deres søknad gjengis:

Selskapet er en del av et stort internasjonalt konsern som har sin ultimate eier i Kina. Selskapets morselskap er Elkem AS, et norsk selskap. Det sitter imidlertid ingen norske representanter fra Elkem AS i styret til Elkem Silicones Scandinavia AS. Samtlige styremedlemmer er utenlandske.

Elkem AS har også dispensasjon og leverer sitt konsernregnskap på engelsk.

Selskapet opererer i dag som et salgskontor som selger varer til kunder i hele Skandinavia, Finland og Island. Det er således viktig at selskapets kunder kan innhente et regnskap på engelsk.

Alt varekjøp er internt kjøp fra øvrige konsernselskaper i Europa.

Konsernspråket er engelsk.

En norsk oversettelse vil kun ha til formål å tilfredsstille regnskapslovens språkkrav.

Skattedirektoratets vurdering

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

Postadresse	Besøksadresse:	Sentralbord
Postboks 9200 Grønland	Se www.skatteetaten.no	800 80 000
0134 Oslo	Org.nr: 996250318	Telefaks
	E-post:	22 17 08 60
	skatteetaten.no/sendepost	



I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap m.v., 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 Skattedirektoratets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt vekt på at selskapet er en del av et utenlandsk konsern, med ultimater i Kina. Eierkretsen er begrenset. Det norske morselskapet har allerede fått innvilget dispensasjon til å benytte engelsk språk. Videre er det vektlagt at selskapets arbeidsspråk er engelsk og at bransjespråket der selskapet opererer er engelsk. Det forutsettes at ingen av de øvrige regnskapsbrukerne blir vesentlig negativt berørt av at årsregnskapet og årsberetningen utarbeides på engelsk språk.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Torstein Kinden Helleland
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Jeanette Munkvold Skovholt

Kopi til:
ELKEM SILICONES SCANDINAVIA AS Postboks 334 Skøyen 0213 OSLO

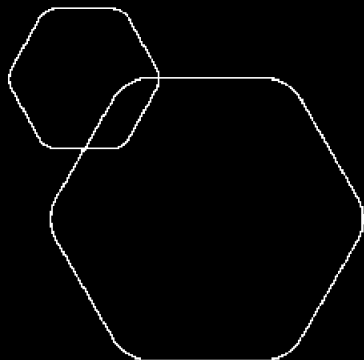


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Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer

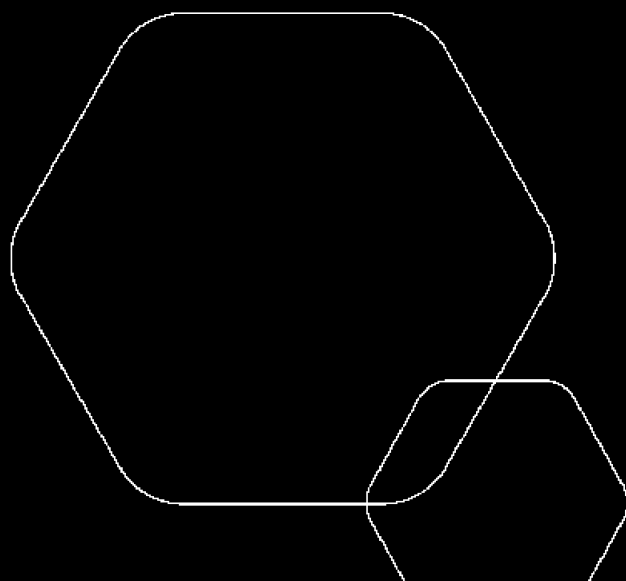


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Financial Statements 2023 Elkem Silicones Scandinavia AS

Board of Directors report
Auditors Report
Profit and loss statement
Balance sheet
Notes



Org.nr.: 919 095 849



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The board of directors' report 2023 for Elkem Silicones Scandinavia AS

Operations and locations

Elkem Silicones Scandinavia AS (ES Scandinavia) is engaged in the import and sale of silicone-based polymers and Chemical products. Goods are shipped directly from the producer to the end customer. The production of goods takes place in Lyon, France. The company's customers are located in Norway and Sweden.

The main office is based in Oslo.

Going concern

In accordance with the Accounting Act § 3-3a, we confirm that the financial statements have been prepared under the assumption of going concern. This assumption is based on profit forecasts for the year 2024 and the Group's long-term strategic forecasts. The Group's economic and financial position is sound.

Future challenges

Elkem Silicones Scandinavia reached a good level of business throughout 2023, with revenue slightly above 2022, due to higher demand on the Release Coating market.

The expectation for the year 2024 is anticipated to remain stable, indicating that there are no significant changes foreseen on the related markets.

Comments related to the financial statements

The Company's revenues increased from NOK 96.8 mill. in 2022 to NOK 105.9 mill. in 2023. Operating profit in 2022 was NOK 3.1 mill. compared to NOK 7.3 mill. in 2023. Total assets at year-end amounted to NOK 14.8 mill. compared to NOK 48.6 mill. last year.

Financial risk

The company buys and sells goods in EUR and has therefore a limited exchange rate risk.

Market risk

Market risk arises when a company is subject to adverse sales conditions due to either increased competition in the marketplace, adverse demand conditions within the market, or the inability to develop markets or position products to service targeted customers. ES Scandinavia is exposed to limited market risk because the company doesn't meet the conditions above.

Credit risk

ES Scandinavia works closely with Elkem Silicones France. ES France bears the credit risk related to its customers' credit default and compensates ES Scandinavia in case of credit default of its customers.

In addition, ES Scandinavia benefits from credit insurance contracts which are negotiated by ES France and binding all parties of European entities. As a result, ES Scandinavia is exposed to limited credit risk.

Insurance for members of the Board

The Company has signed an insurance policy for members of the Board of Directors and the general manager for their potential liability towards the company and third-parties, The insurance covers any financial loss, including lawyers fees, which the insured person is liable to pay due to any historical, current and future liability. The insurance also covers any loss the company may incur due to indemnification against the Board of Directors.

The working environment and the employees

ES Scandinavia subcontracts 3 people that benefits from the working conditions and advantages of Elkem ASA. No incidences or reporting of work-related accidents resulting in significant material damage or personal injury occurred during the year.

The working environment is considered to be good, and efforts for improvements are made on an ongoing basis.

Equal opportunities

The Group aims to be a workplace with equal opportunities and has included in its policies regulations to prevent gender discrimination regarding salary, promotion and recruiting. The Group has traditionally recruited from



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environments equally dominated by both men and women.

The company has two subcontracted females and one subcontracting man employee during fiscal year 2023.

Discrimination

The Discrimination Act's objective is to promote gender equality, ensure equal opportunities and rights, and to prevent discrimination due to ethnicity, national origin, descent, skin colour, language, religion and faith. The Group is working actively, determined and systematically to encourage the act's purpose within our business. Included in the activities are recruiting, salary and working conditions, promotion, development opportunities and protection against harassment.

The Group's aim is to be a workplace with no discrimination due to reduced functional ability and is working actively to design and implement the physical conditions in such a manner that as many as possible can utilize the various functions. For employees or new applicants with reduced functional ability, individual arrangements of workplace and responsibility are made.

As part of the work to adjust physical arrangements, door openers at all exit doors have been installed.

Environmental report and Report on work on fundamental human rights and decent working conditions

The company sells chemicals. Some of which may have a polluting effect on the environment in the event of improper use. However, these products are subject to strict health, safety and environmental practices.

Elkem Scandinavia AS belong to Elkem ASA (HQ) who has strong commitment in ESG policy. Elkem received lot of "gratification" from certified organism. The engagement of Elkem in the future is to continue and strengthened its ESG commitment.

As part of the Elkem ASA Group the company is included in the Sustainability report provided by Elkem ASA. The report also contains the report on work on fundamental human rights and decent working conditions. The report can be found on the website of Elkem ASA, www.elkem.com

Allocation of net income

The profit for the year was NOK 5 742 607. The board propose to distribute NOK 5 731 986 as group contribution and transfer NOK 10 621 from retained earnings.

Oslo, 28.06.2024

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Morten Magnus Voll
Chairman of the Board

DocuSigned by:

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Sean Patrick Duffy
Board member



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PROFIT AND LOSS ACCOUNTS

ELKEM SILICONES SCANDINAVIA AS

OPERATING INCOME AND OPERATING EXPENSES	Note	2023	2022
Revenue		99 316 848	94 735 081
Other income		6 536 148	2 045 767
Total income	1, 2	105 852 996	96 780 848
Raw materials and consumables used	2, 3	90 237 262	87 263 177
Other expenses	2, 4	8 269 677	6 460 546
Total expenses		98 506 940	93 723 723
Operating profit		7 346 056	3 057 125
FINANCIAL INCOME AND EXPENSES			
Interest income from group companies	2	756 784	255 038
Other interest income		6 914	0
Other interest expenses		1 732	0
Other financial expenses		747 656	178 659
Net financial items		14 310	76 379
Net profit before tax		7 360 366	3 133 504
Income tax expense	5	1 617 759	690 056
Net profit after tax		5 742 607	2 443 448
Net profit or loss		5 742 607	2 443 448
ATTRIBUTABLE TO			
Ordinary dividend	6	0	23 000 000
Intra-group contribution given	6	5 731 986	0
Other equity	6	0	2 443 448
Transferred from other equity	6	-10 621	23 000 000
Total		5 742 607	2 443 448

ELKEM SILICONES SCANDINAVIA AS

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BALANCE SHEET

ELKEM SILICONES SCANDINAVIA AS

ASSETS	Note	2023	2022
Deferred tax assets	5	0	1 045
Total intangible assets		0	1 045
Total non-current assets		0	1 045
CURRENT ASSETS			
Inventories	7	7 023 032	8 425 420
DEBTORS			
Accounts receivables		0	1 083 004
Other short-term receivables	8	6 952 819	39 016 475
Total receivables		6 952 819	40 099 479
Cash and cash equivalents		859 779	94 260
Total current assets		14 835 630	48 619 159
Total assets		14 835 630	48 620 204



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BALANCE SHEET

ELKEM SILICONES SCANDINAVIA AS

EQUITY AND LIABILITIES	Note	2023	2022
PAID-IN CAPITAL			
Share capital	6	100 000	100 000
Total paid-up equity		100 000	100 000
RETAINED EARNINGS			
Other equity	6	6 627 213	6 616 592
Total retained earnings		6 627 213	6 616 592
Total equity		6 727 213	6 716 592
LIABILITIES			
CURRENT LIABILITIES			
Trade payables	8	1 372 195	326 003
Tax payable	5	0	690 056
Public duties payable		1 723 014	1 965 584
Dividends		0	23 000 000
Other current liabilities	8	5 013 208	15 921 969
Total current liabilities		8 108 417	41 903 612
Total liabilities		8 108 417	41 903 612
Total equity and liabilities		14 835 630	48 620 204

Oslo, 28.06.2024

The board of Elkem Silicones Scandinavia AS

DocuSigned by:

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Sean Patrick Duffy
member of the board

DocuSigned by:

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Morten Magnus Voll
chairman of the board



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INDIRECT CASH FLOW			
ELKEM SILICONES SCANDINAVIA AS			
	Note	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/loss before tax		7 360 366	3 133 504
Taxation paid		-690 056	-1 331 534
Change in inventory		1 402 389	-6 939 616
Change in accounts receivable		1 083 004	-1 083 004
Change in accounts payable		1 046 192	-364 604
Change in other accrual items		13 563 625	6 735 361
Net cash flows from operating activities		23 765 519	150 107
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of dividend		-23 000 000	0
Payment of Group contributions		0	-277 000
Net cash flows from financing activities		-23 000 000	-277 000
Net change in cash and cash equivalents		765 519	-126 893
Cash and cash equivalents at the start of the period		94 260	221 153
Cash and cash equivalents at the end of the period		859 779	94 260



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Accounting principles

The financial statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles in Norway. The accounts are prepared on the basis of a going concern assumption.

FOREIGN CURRENCY

Transactions in foreign currency are translated at the exchange rate prevailing at the end of the prior month. Monetary items in foreign currency are translated into Norwegian kroner using the exchange rate at the balance sheet date. Non-monetary items measured at historical rates expressed in foreign currency are translated into Norwegian kroner using the exchange rate at the time of the transaction. Non-monetary items measured at fair value expressed in foreign currency are translated at the exchange rate determined on the measurement date. Exchange rate changes are recognized in the accounting period under cost of sales as this is where exchange rate differences arise.

REVENUE

Sale of goods

Revenue is recognised when it is earned and the revenue can be measured reliably. Revenue is measured at the fair value of the consideration received or receivable, net of any taxes, rebates and discounts. Expenses are recognised in the same period as the related revenue. When products are sold with warranties, the expected warranty amounts are recognised as expenses at the time of the sale, and are subsequently adjusted for any changes in estimates or actual outcome. Revenue from sale of goods is recognised when the significant risk and reward of the ownership of the goods has passed to the buyer, according to the agreed delivery term for each sale. Delivery terms are based on Incoterms 2020 issued by International Chamber of Commerce.

Sale of services

Revenue from sale of services is recognised when the services have been provided. Sale of services are mainly related to management agreements with related parties, based on cost plus a margin.

TAX

The tax cost in the profit and loss comprises both payable tax for the period and changes in deferred tax. Deferred tax is calculated as 22 % of the basis of temporary differences between accounting and taxable values as well as tax losses brought forward. Temporary differences which can reverse in the same period are presented net.

RECOGNITION OF CURRENT ASSETS/LIABILITIES

Current assets and liabilities are made up of balances due within one year of the financial year end. Such assets/liabilities are recognised at the lower of cost and net realisable value.

Elkem Silicones Scandinavia participates in a group cash pool managed by Elkem Silicones France SAS. Deposits and drawings are classified as other short-term receivables / other current debt.

INVENTORIES

Inventories are valued at the lower of cost and net realisable value.

RECEIVABLES

Trade and other receivables are recognised at nominal value less provisions for doubtful accounts. The company has entered into a factoring agreement. The factoring agreement includes a recourse clause for maximum 5% of the face value of the individual receivable sold under the agreement. 95% of the receivable under the agreement are derecognised and the recourse amount is booked as current liability.

CASHFLOW

The cashflow statement is prepared using the indirect method. Cash and cash equivalents are made up of cash, bank assets and other short term liquid placements.



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Note 1 Revenue and other operating income

	2023	2022
By business area		
Revenue	99 316 848	94 735 081
Other operating income	6 536 148	2 045 767
Sum	105 852 996	96 780 848
By geographic market		
Norway	94 278 638	92 780 690
Sweden	9 318 587	3 198 099
Denmark	1 893 631	757 735
Germany	56 401	19 889
Netherlands	35 719	7 817
Iceland	237 115	12 028
Luxemburg	532	0
Belgium	32 373	0
United Kingdom	0	4 590
Sum	105 852 996	96 780 848

Note 2 Related party transactions

	Elkem Silicones France SAS 2023	Elkem Silicones France SAS 2022	Elkem ASA 2023	Elkem ASA 2022
Revenue				
Sales commission	6 536 148	2 045 766	0	0
Interest income	756 784	255 038	0	0
Sum	7 292 932	2 300 804	0	0
Expenses				
Purchase of goods	92 477 446	89 344 780	0	0
Purchase of services	433 841	417 941	4 633 520	4 112 511
Management fee	2 026 359	1 745 366	826 590	0
Interest expense	1 732			
Sum	94 939 378	91 508 087	5 460 110	4 112 511

Note 3 Cost of sales

Cost of sales includes NOK 1 929 231 in realised foreign exchange gain and NOK -220 020 in unrealised foreign exchange losses.

Note 4 Payroll, Director's remuneration and audit fees

The company has no employees.

The company has no Managing Director and remuneration to the Board of Directors amounts to NOK 0.

AUDITOR

Audit fees for 2023 total NOK 120 060 of which all is related to regular statutory audit.



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Note 5 Tax

This year's tax expense	2023	2022
Payable tax	1 616 714	690 056
Changes in deferred tax assets	1 045	0
Tax expense on ordinary profit/loss	1 617 759	690 056

Taxable income	2023	2022
Ordinary result before tax	7 360 366	3 133 504
Permanent differences	-6 914	3 115
Changes in temporary differences	-4 747	0
Provided Group contribution	-7 348 700	0
Taxable income	4	3 136 619

Payable tax in the balance:	2023	2022
Payable tax on this year's profit	1 616 714	690 056
Payable tax on provided Group contribution	-1 616 714	0
Total payable tax in the balance	0	690 056

Temporary differences	2023	2022	Difference
Stock	0	-4 748	-4 747
Total	0	-4 748	-4 747
Basis for deferred tax	0	-4 748	-4 747
Deferred tax asset (22%)	0	-1 045	-1 044

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

Note 6 Equity

	Share capital	Other equity	Total equity
As at 01.01.2023	100 000	6 616 592	6 716 592
Annual profit		5 742 607	5 742 607
Dividends		0	0
Group contribution		-5 731 986	-5 731 986
As at 31.12.2023	100 000	6 627 213	6 727 213

Share capital comprises 200 shares each with par value NOK 500. 100 % owned by Elkem ASA, Norway.

Consolidated accounts have been prepared by Elkem ASA and are available from the company's office at Drammensveien 169 0277 Oslo, Norway.



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Note 7 Inventory

	2023	2022
Inventory of goods for resale	7 193 650	8 200 839
Sum	7 193 650	8 200 839

Note 8 Intercompany balances

Receivables	2023	2022
Other receivables	5 929 835	39 016 475
Total	5 929 835	39 016 475

Payables		
Trade payables	1 282 411	264 561
Other payables	1 670 340	10 409 778
Total	2 952 751	10 674 339

All intercompany balances are classified as current assets/liabilities and fall due within one year of the financial year-end.

The liquidities of the company is organised in a cash pool arrangement with Elkem Silicones France SAS. Consequently the cash position of the company is classified as an inter company payable. All the participants in the cash pool is jointly liable for the outstanding amount in the cash pool.

The company has a payable of NOK -1 596 348 in the cash pool.