



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2022 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 919 586 052
Organisasjonsform: Aksjeselskap
Foretaksnavn: KTA NAVAL SYSTEMS AS
Forretningsadresse: Kirkegårdsveien 45
3616 KONGSBERG

Regnskapsår

Årsregnskapets periode: 01.01.2022 - 31.12.2022

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: Vidar Selvig
Dato for fastsettelse av årsregnskapet: 14.06.2023

Grunnlag for avgivelse

År 2022: Årsregnskapet er elektronisk innlevert
År 2021: Tall er hentet fra elektronisk innlevert årsregnskap fra 2022

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

Brønnøysundregistrene, 26.06.2024



Resultatregnskap

| Beløp i: EUR | Note | 2022 | 2021 |
|---|------|-------------------|-------------------|
| RESULTATREGNSKAP | | | |
| Inntekter | | | |
| Revenue | 1 | 70 274 967 | 9 602 580 |
| Sum inntekter | | 70 274 967 | 9 602 580 |
| Kostnader | | | |
| Cost of materials and consumables | | 65 072 419 | 8 233 772 |
| Personnel expenses | 2,3 | 2 642 165 | 2 092 877 |
| Depreciation and amortization expenses | 4 | 16 206 | 15 417 |
| Other operating expenses | 3,5 | 1 112 855 | 1 295 002 |
| Sum kostnader | | 68 843 644 | 11 637 069 |
| Driftsresultat | | 1 431 323 | -2 034 489 |
| Finansinntekter og finanskostnader | | | |
| Other interest and financial income | 6 | 327 496 | 158 952 |
| Sum finansinntekter | | 327 496 | 158 952 |
| Rentekostnad til foretak i samme konsern | | | 194 978 |
| Other interest and financial expense | 6 | 893 413 | 157 586 |
| Sum finanskostnader | | 893 413 | 352 565 |
| Netto finans | | -565 917 | -193 612 |
| Ordinært resultat før skattekostnad | | 865 406 | -2 228 101 |
| Tax on ordinary result | 7 | -2 637 375 | |
| Ordinært resultat etter skattekostnad | | 3 502 781 | -2 228 101 |
| Årsresultat | | 3 502 781 | -2 228 101 |
| Årsresultat etter minoritetsinteresser | | 3 502 781 | -2 228 101 |
| Overføringer og disponeringer | | | |
| Udekket tap | | 3 502 781 | -2 228 101 |
| Sum overføringer og disponeringer | | 3 502 781 | -2 228 101 |



Balanse

| Beløp i: EUR | Note | 2022 | 2021 |
|--|------|--------------------|-------------------|
| BALANSE - EIENDELER | | | |
| Anleggsmidler | | | |
| Immaterielle eiendeler | | | |
| Utsatt skattefordel | 7 | 2 637 375 | |
| Sum immaterielle eiendeler | | 2 637 375 | |
| Varige driftsmidler | | | |
| Fixtures and fittings, office machinery etc. | 4 | 35 169 | 47 429 |
| Sum varige driftsmidler | | 35 169 | 47 429 |
| Sum anleggsmidler | | 2 672 544 | 47 429 |
| Omløpsmidler | | | |
| Varer | | | |
| Fordringer | | | |
| Account receivables | 5 | 1 397 650 | 4 050 |
| Projects in progress | 8 | | 1 523 675 |
| Other short-term receivables | | 63 033 296 | 61 743 350 |
| Sum fordringer | | 64 430 945 | 63 271 075 |
| Bankinnskudd, kontanter og lignende | | | |
| Cash and bank deposits | 9 | 38 429 645 | 26 897 158 |
| Sum bankinnskudd, kontanter og lignende | | 38 429 645 | 26 897 158 |
| Sum omløpsmidler | | 102 860 590 | 90 168 233 |
| SUM EIENDELER | | 105 533 134 | 90 215 662 |
| BALANSE - EGENKAPITAL OG GJELD | | | |
| Egenkapital | | | |
| Innskutt egenkapital | | | |
| Paid-up equity | 10 | 10 900 | 10 900 |
| Overkurs | 11 | 13 119 504 | 13 119 504 |



Balanse

| Beløp i: EUR | Note | 2022 | 2021 |
|--|-------------|--------------------|--------------------|
| Sum innskutt egenkapital | | 13 130 404 | 13 130 404 |
| Opptjent egenkapital | | | |
| Udekket tap | 11 | 9 243 206 | 12 745 986 |
| Sum opptjent egenkapital | | -9 243 206 | -12 745 986 |
| Sum egenkapital | | 3 887 199 | 384 418 |
| Gjeld | | | |
| Langsiktig gjeld | | | |
| Pensjonsforpliktelser | 3 | 272 096 | 246 818 |
| Sum avsetninger for forpliktelser | | 272 096 | 246 818 |
| Annen langsiktig gjeld | | | |
| Sum langsiktig gjeld | | 272 096 | 246 818 |
| Kortsiktig gjeld | | | |
| Leverandørgjeld | 5 | 10 021 593 | 1 913 906 |
| Public duties payable | | 72 988 | 58 168 |
| Prepayment from customers | 12 | 43 157 168 | 81 288 798 |
| Projects in progress | 8 | 47 856 382 | |
| Other currents liabilities | | 265 708 | 6 323 554 |
| Sum kortsiktig gjeld | | 101 373 839 | 89 584 426 |
| Sum gjeld | | 101 645 935 | 89 831 244 |
| SUM EGENKAPITAL OG GJELD | | 105 533 134 | 90 215 662 |



Statsautoriserte revisorer
Ernst & Young AS
Storstorvet 7, 0155 Oslo
Postboks 1156 Sentrum, 0107 Oslo

Foretaksregisteret: NO 976 389 387 MVA
Tlf: +47 24 00 24 00
www.ey.no
Medlemmer av Den norske Revisorforening

INDEPENDENT AUDITOR'S REPORT

To the Annual Shareholders' Meeting of Kta Naval Systems AS

Opinion

We have audited the financial statements of Kta Naval Systems AS (the Company), which comprise the balance sheet as at 31 December 2022, the income statement and statement of cash flows 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 legal requirements and give a true and fair view of the financial position of the Company as at 31 December 2022 and its financial performance and 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 in accordance with the requirements of the 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

Other information consists of the information included in the annual report other than the financial statements and our auditor's report thereon. Management (the board of directors and the Chief Executive Officer) is responsible for the other information. Our opinion on the financial statements does not cover the other information, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information, and, in doing so, consider whether the board of directors' report contains the information required by legal requirements and 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 or that the information required by legal requirements is not included, we are required to report that fact.

We have nothing to report in this regard, and in our opinion, the board of directors' report is consistent with the financial statements and contains the information required by applicable legal requirements.

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the



Building a better
working world

going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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.

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, 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 fair presentation.

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, 23. June 2023
ERNST & YOUNG AS

The auditor's report is signed electronically

Finn Espen Sellæg
State Authorised Public Accountant (Norway)

Independent auditor's report - Kta Naval Systems AS 2022

A member firm of Ernst & Young Global Limited

Penneo document key: SM0VW-X8DZW-1THWW-ETZC6-AC0BB-KWHBZ



PENNEO

The signatures in this document are legally binding. The document is signed using Penneo™ secure digital signature. The identity of the signers has been recorded, and are listed below.

"By my signature I confirm all dates and content in this document."

Finn Espen Sellæg

Statsautorisert revisor

On behalf of: Ernst & Young AS

Serial number: UN:NO-9578-5997-4-389551

IP: 85.19.xxx.xxx

2023-06-23 13:02:40 UTC



Penneo document key: SM0WV-X8DZW-TTHWW-ETZC6-AOCBB-KWHBZ

This document is digitally signed using Penneo.com. The digital signature data within the document is secured and validated by the computed hash value of the original document. The document is locked and timestamped with a certificate from a trusted third party. All cryptographic evidence is embedded within this PDF, for future validation if necessary.

How to verify the originality of this document

This document is protected by an Adobe CDS certificate. When you open the

document in Adobe Reader, you should see, that the document is certified by **Penneo e-signature service <penneo@penneo.com>**. This guarantees that the contents of the document have not been changed.

You can verify the cryptographic evidence within this document using the Penneo validator, which can be found at <https://penneo.com/validator>



ANNUAL REPORT FOR 2022

Directors' Report

Annual financial statements

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

kta Naval Systems AS

Organization no.919586052



kta Naval Systems AS

Annual Report 2022

The board of directors' report 2022

Operations and locations

kta naval systems AS is a joint venture company owned by Kongsberg Defence & Aerospace AS („Kongsberg“), thyssenkrupp Marine Systems (“tk MS”) and ATLAS ELEKTRONIK GmbH („AE“) and is the exclusive supplier and design authority for combat systems for all new submarines build by thyssenkrupp Marine Systems.

kta is headquartered in Kongsberg, Norway and has a registered branch office in Bremen, Germany. During the year, kta has continued to execute a major project over the whole reporting period for 6 combat Systems. Because of the in 2021 signed contract kta has secured operational revenues and cash flow for the next 3-5 years.

In 2022 kta was successfully certified according AS-9100 by LRQA and AQAP-2310 by NDMA.

Comments related to the financial statements

Kta's revenues increased from EUR 9 602 580 to EUR 70 274 967 in 2022. Net income in 2022 was EUR 3 502 781.

Total cash flow from operating activities was EUR 11 536 435 in 2022, and the operating profit constituted EUR 1 431 323.

Kta's liquidity reserve as of 31.12.2022 amounted to EUR 38 375 877. The Group's ability to self-finance investments is good.

Total assets at year-end amounted to EUR 105 533 134, compared to EUR 84 253 627 in 2021.

Future challenges

The market expectations over the next years are predictable to a vast extend in the submarine industry. Current conflicts e.g. in the Ukraine and the “Special Defence Budget” announced by the German government in early 2022 as well as increasing tension in the Asia Pacific Region (China vs Taiwan) may have a positive impact also on kta's order intake situation.

In order for kta to be able to live to customer expectations and future expected order intakes it will remain crucial for kta to acquire new talents and experienced professionals. Kta has therefore taken extensive measures and has listed various job offerings in Norway and in Germany. As the experience of 2021 shows, the recruitment of qualified personnel was quite a challenge. For this reason, an external recruitment company was contracted to support the identification and selection of suitable personnel. This will continue.

Financial risk

Overall view on objectives and strategy

The company is exposed to financial risk in different areas, especially exchange rate risk. The goal is to reduce the financial risk as much as possible. The company's current strategy does not include the use of financial instruments. This is however, continuously being assessed by the Board of Directors.

The current sales contract includes a payment plan that foresees payments in both EUR and NOK in order to keep the FX exposure for kta as low as possible. However the functional currency of kta is EUR which implies a natural exposure to financial risks.



kta Naval Systems AS

Annual Report 2022

Credit risk

The risk for losses on receivables is considered to be low. kta's major customer and suppliers are at the same time its shareholders or related parties. The risk for losses on receivables is considered to be very low for the time being.

Liquidity risk

kta's liquidity is good. Current contracts ensure a stable cash flow. 94 % of all purchases are made from Shareholder companies. In this setting it has been agreed among the shareholders that kta's liquidity will have priority.

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 2023+1 and kta's long-term strategic forecasts. kta's economic and financial position is sound.

Allocation of net income

The Board of Directors has proposed the net income of kta naval systems AS to be attributed to:

Retained earnings 3 502 781
Net income allocated 3 502 781

The proposal reflects the owners' desire to strengthen the equity position of the company.

The working environment and the employees

Leave of absence due to illness totaled 893 hours in 2022, which equals approximately less than 3% of the total working hours in the company. The COVID-19 pandemic had only a minor impact on this rate as kta has taken strict precautions and all employees were enabled to work home throughout the year.

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. Based on the 2021 it is planned to conduct a work climate survey in 2023. Regular meetings with all employees are held at least on a four weekly basis to inform and give room for comments and questions.

Equal opportunities and discrimination

Environmental report

kta's operations are not regulated by licenses or impositions. However kta does live up to the respective environmental regulation of our Shareholders both in Norway and Germany.



kta Naval Systems AS

Annual Report 2022

Insurance for board members and general manager

Kongsberg Gruppen ASA have purchased and maintain a Directors and Officers Liability Insurance on behalf of the members of the Board of Directors and CEO.

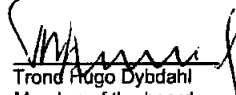
The insurance additionally covers any employee acting in a managerial capacity and includes subsidiaries owned with more than 50%. KTA Naval System AS is specially included as a 50% owned subsidiary to KDA.

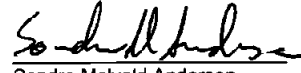
The insurance policy is issued by a reputable, specialized insurer with appropriate rating.

KJETIL REITEN Digitally signed by
KJETIL REITEN-MYHRA
Date: 2023.06.15
14:43:51 +02'00'
MYHRA

Kjetil Reiten Myhra
Chairman of the board

KONGSBERG, 14.06.2023


Trond Hugo Dybdahl
Member of the board


Sondre Melvold Andersen
Member of the board

Peter Michael Ozegowski
Member of the board

Wolfgang Kehr
Member of the board

Christian Rogge
Member of the board

Melanie Inga Kerwer
General manager



kta Naval Systems AS

Annual Report 2022

Insurance for board members and general manager

Kongsberg Gruppen ASA have purchased and maintain a Directors and Officers Liability Insurance on behalf of the members of the Board of Directors and CEO.

The insurance additionally covers any employee acting in a managerial capacity and includes subsidiaries owned with more than 50%. KTA Naval System AS is specially included as a 50% owned subsidiary to KDA.

The insurance policy is issued by a reputable, specialized insurer with appropriate rating.

KONGSBERG, 14 .06.2023

Kjetil Reiten Myhra
Chairman of the board

Peter Michael Ozegowski
Member of the board

Trond Hugo Dybdahl
Member of the board

Wolfgang Kehr
Member of the board

Melanie Inga Kerwer
General manager

Sondre Melvold Andersen
Member of the board

Christian Rogge
Member of the board



hta Naval Systems AS

Income statement

| | Note | 2022 | 2021 |
|--|------|-------------------|--------------------|
| OPERATING REVENUE AND EXPENCES | | | |
| Operating revenue | | | |
| Revenue | 1 | 70 274 967 | 9 602 580 |
| Total operating revenue | | 70 274 967 | 9 602 580 |
| Operating expenses | | | |
| Cost of materials and consumables | | 65 072 419 | 8 233 772 |
| Personnel expenses | 2,3 | 2 642 165 | 2 092 877 |
| Depreciation and amortization expenses | 4 | 16 206 | 15 417 |
| Other operating expenses | 3,5 | 1 112 855 | 1 295 002 |
| Total operating expenses | | 68 843 644 | 11 637 069 |
| OPERATING PROFIT OR LOSS | | 1 431 323 | (2 034 489) |
| FINANCIAL INCOME AND EXPENSES | | | |
| Financial income | | | |
| Other interest and financial income | 6 | 327 496 | 158 952 |
| Total financial income | | 327 496 | 158 952 |
| Financial expenses | | | |
| Interest paid to group companies | | 0 | 194 978 |
| Other interest and financial expense | 6 | 893 413 | 157 586 |
| Total financial expenses | | 893 413 | 352 565 |
| NET FINANCIAL INCOME AND EXPENCES | | (565 917) | (193 612) |
| ORDINARY RESULT BEFORE TAXES | | 865 406 | (2 228 101) |
| Tax on ordinary result | 7 | (2 637 375) | 0 |
| ORDINARY RESULT | | 3 502 781 | (2 228 101) |
| TRANSFERS AND ALLOCATIONS | | | |
| Uncovered loss | | 3 502 781 | (2 228 101) |
| Sum transfers and allocations | | 3 502 781 | (2 228 101) |



akta Naval Systems AS

Balance sheet pr. 31.12.2022

| | Note | 31.12.2022 | 31.12.2021 |
|--|------|--------------------|-------------------|
| ASSETS | | | |
| FIXED ASSETS | | | |
| Intangible assets | | | |
| Deferred tax asset | 7 | 2 637 375 | 0 |
| Total intangible assets | | 2 637 375 | 0 |
| Tangible assets | | | |
| Fixtures and fittings, office machinery etc. | 4 | 35 169 | 47 429 |
| Total tangible assets | | 35 169 | 47 429 |
| TOTAL FIXED ASSETS | | 2 672 544 | 47 429 |
| CURRENT ASSETS | | | |
| Receivables | | | |
| Account receivables | 5 | 1 397 650 | 4 050 |
| Projects in progress | 8 | 0 | 1 523 675 |
| Other short-term receivables | | 63 033 296 | 61 743 350 |
| Total receivables | | 64 430 945 | 63 271 075 |
| Cash and bank deposits | 9 | 38 429 645 | 26 897 158 |
| TOTAL CURRENT ASSETS | | 102 860 590 | 90 168 233 |
| TOTAL ASSETS | | 105 533 134 | 90 215 662 |




kta Naval Systems AS

Balance sheet pr. 31.12.2022

| | Note | 31.12.2022 | 31.12.2021 |
|--------------------------------------|------|--------------------|---------------------|
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Paid-in equity | | | |
| Paid-up equity | 10 | 10 900 | 10 900 |
| Share premium reserve | 11 | 13 119 504 | 13 119 504 |
| Total paid-in equity | | 13 130 404 | 13 130 404 |
| Retained earnings | | | |
| Uncovered loss | 11 | (9 243 206) | (12 745 986) |
| Total retained earnings | | (9 243 206) | (12 745 986) |
| TOTAL EQUITY | | 3 887 199 | 384 418 |
| LIABILITIES | | | |
| NON-CURRENT LIABILITIES | | | |
| Provisions | | | |
| Pension liabilities | 3 | 272 096 | 246 818 |
| Total provisions | | 272 096 | 246 818 |
| TOTAL NON-CURRENT LIABILITIES | | 272 096 | 246 818 |
| CURRENT LIABILITIES | | | |
| Accounts payable | 5 | 10 021 593 | 1 913 906 |
| Prepayment from customers | 12 | 43 157 168 | 81 288 798 |
| Projects in progress | 8 | 47 856 382 | 0 |
| Public duties payable | | 72 988 | 58 168 |
| Other currents liabilities | | 265 708 | 6 323 554 |
| TOTAL CURRENT LIABILITIES | | 101 373 839 | 89 584 426 |
| TOTAL LIABILITIES | | 101 645 935 | 89 831 244 |
| TOTAL EQUITY AND LIABILITIES | | 105 533 134 | 90 215 662 |

KONGSBERG, 14.06.2023

Digitally signed by
KJETIL REITEN MYHRA
Date: 2023.06.15
14:43:51 +0200Kjetil Reiten Myhra
Chairman of the board
Trond Hugo Dybdahl
Member of the board
Sondre Meivold Andersen
Member of the boardPeter Michael Ozegowski
Member of the boardWolfgang Kehr
Member of the boardChristian Rogge
Member of the boardMelanie Inga Kerwer
General manager



kta Naval Systems AS

Balance sheet pr. 31.12.2022

| | Note | 31.12.2022 | 31.12.2021 |
|--------------------------------------|------|--------------------|---------------------|
| EQUITY AND LIABILITIES | | | |
| EQUITY | | | |
| Paid-in equity | | | |
| Paid-up equity | | | |
| Share premium reserve | 11 | 13 119 504 | 13 119 504 |
| Total paid-in equity | | 13 130 404 | 13 130 404 |
| Retained earnings | | | |
| Uncovered loss | 11 | (9 243 206) | (12 745 986) |
| Total retained earnings | | (9 243 206) | (12 745 986) |
| TOTAL EQUITY | | 3 887 199 | 384 418 |
| LIABILITIES | | | |
| NON-CURRENT LIABILITIES | | | |
| Provisions | | | |
| Pension liabilities | 3 | 272 096 | 246 818 |
| Total provisions | | 272 096 | 246 818 |
| TOTAL NON-CURRENT LIABILITIES | | 272 096 | 246 818 |
| CURRENT LIABILITIES | | | |
| Accounts payable | 5 | 10 021 593 | 1 913 906 |
| Prepayment from customers | 12 | 43 157 168 | 81 288 798 |
| Projects in progress | 8 | 47 856 382 | 0 |
| Public duties payable | | 72 988 | 58 168 |
| Other currents liabilities | | 265 708 | 6 323 554 |
| TOTAL CURRENT LIABILITIES | | 101 373 839 | 89 584 426 |
| TOTAL LIABILITIES | | 101 645 935 | 89 831 244 |
| TOTAL EQUITY AND LIABILITIES | | 105 533 134 | 90 215 662 |

KONGSBERG, 14 .06.2023

Kjetil Reiten Myhra
Chairman of the boardPeter Michael Ozegowski
Member of the boardTrond Hugo Dybdahl
Member of the boardWolfgang Kehrt
Member of the boardMelanie Inga Kerwer
General managerSondre Melvold Andersen
Member of the boardChristian Rogge
Member of the board



akta Naval Systems AS

Cash flow statement

| | 2022 | 2021 |
|--|-------------------|-------------------|
| Cash flow from operating activities | | |
| Profit before tax | 865 406 | -2 228 101 |
| Depreciation | 16 206 | 15 417 |
| Changes in pension provisions | 25 278 | 29 441 |
| Changes in trade receivables | -1 393 600 | -4 050 |
| Changes in accounts payable | 8 107 687 | 1 897 379 |
| Changes in prepayment from customer | -38 131 630 | 81 248 394 |
| Changes in project in progress | 49 380 057 | -1 472 582 |
| Change in other accruals | -7 332 969 | -55 693 385 |
| Net cash flow from operating activities | 11 536 435 | 23 792 513 |
| Cash flow from investing activities | | |
| Payments for purchase of fixed assets | -3 947 | 0 |
| Net cash flow from investing activities | -3 947 | 0 |
| Cash flow from financing activities | | |
| Repayment of long-term debt | 0 | -10 279 325 |
| Capital increase 30.11.2021 | 0 | 13 119 533 |
| Net cash flow from financing activities | 0 | 2 840 208 |
| Net change in cash and cash equivalents | 11 532 488 | 26 632 721 |
| Cash and bank deposits at 01.01. | 26 897 158 | 264 439 |
| Cash and bank deposits at 31.12. | 38 429 645 | 26 897 158 |



akta Naval Systems AS

Notes 2022

Accounting principles

The annual accounts have been prepared in compliance with the Accounting Act and accounting principles generally accepted practices in Norway.

Functional currency for the company are Euro. Translation differences at year-end are recorded as finance.

Revenues

Income from sale of goods and services are recognized at fair value of the consideration, net after deduction of VAT, returns, discounts and reductions. Sales are recognized when the company has delivered its products to the customer and there are no unsatisfied commitments which may influence the customer's acceptance of the product. Delivery is not completed until the products have been sent to the agreed place, and risks relating to loss and obsolescence have been transferred to the customer.

Classification of balance sheet items

Assets intended for long term ownership or use have been classified as fixed assets. Assets relating to the trading cycle have been classified as current assets. Other receivables are classified as current assets if they are to be repaid within one year after 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.

Debtors

Trade debtors are recognized in the balance sheet after provision for bad debts. The bad debts provision is made on basis of an individual assessment of each debtor and an additional provision is made for other debtors to cover expected losses. Significant financial problems at the customers, the likelihood that the customer will become bankrupt or experience financial restructuring and postponements and insufficient payments, are considered indicators that the debtors should be written down.

Other debtors, both current and long term, are recognized at the lower of nominal and net realizable value. Net realizable value is the present value of estimated future payments. When the effect of a write-down is insignificant for accounting purposes this is, however, not carried out. Provisions for bad debts are valued the same way as for trade debtors.

Foreign currencies

Assets and liabilities in foreign currencies are valued at the exchange rate on the balance sheet date. Exchange gains and losses relating to sales and purchases in foreign currencies are recognized as operating income and cost of goods sold.

Liabilities

Liabilities, with the exception of certain liability provisions, are recognized in the balance sheet at nominal amount.



akta Naval Systems AS

Notes 2022

Pensions

The defined contribution pension plan is covered by an insurance company, and the costs of the scheme are expenses in tandem with the payments.

Under the defined benefit plan, net pension liabilities are calculated by an actuary using a linear earnings formula. A linear earnings formula distributes the accrual of future pension benefits on a straight-line basis over the vesting period and considers the pension rights earned by the employees during a period to be the pension expenses for the year.

The calculation of actuarial figures is based on assumptions about the discount rate, future adjustments of wages, pensions and benefits from the National Insurance Scheme, and future interest income on pension fund assets as well as actuarial assumptions on mortality, voluntary attrition, etc. Pension fund assets are assessed at their fair value, less net pension liabilities on the balance sheet. Accrued social security expenses are included in net pension liabilities. Changes in pension liabilities are ascribable to changes in pension plans, and changes in and departures from the calculation assumptions (modified estimates) are recognized against equity.

Taxes

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

Tax reduction on group contributions given and tax on group contribution received, booked as a reduction of cost price or taken directly to equity, are booked directly against tax in the balance sheet (offset against payable taxes if the group contribution has affected payable taxes, and offset against deferred taxes if the group contribution has affected deferred taxes).

The statement of cash flows

The statement of cash flows has been drawn up using the indirect method. Cash and short-term deposits encompass cash reserves, bank deposits and other short-term, liquid assets.



akta Naval Systems AS

Notes 2022

Note 1 - Revenue

| Geographical distribution | 2022 | 2021 |
|---------------------------|-------------------|------------------|
| Europe | 70 274 967 | 9 602 580 |
| Total | 70 274 967 | 9 602 580 |

Note 2 - Payroll

| | 2022 | 2021 |
|---------------------|------------------|------------------|
| Salaries/wages | 2 180 092 | 1 834 656 |
| Social security fee | 147 212 | 95 418 |
| Pension expenses | 134 481 | 71 448 |
| Other remuneration | 180 380 | 91 355 |
| Total | 2 642 165 | 2 092 877 |

The number of employees in the accounting year 20 15

The company has a pension scheme in Norway which cover all the Norwegian employees. This pension scheme meets the requirements of the law on compulsory occupational pension in Norway.

For the employees established in Germany the pension savings is a part of the monthly salary and paid to an external investment fund. The pension savings is therefore not recognized as a liability in the balance sheet.

Remuneration to executives

| | General manger | Board |
|--------------------|----------------|-------|
| Salaries/board fee | 105 898 | 0 |
| Other remuneration | 10 089 | 0 |

The general manager, Melanie Kerwer, joined the company in Norway from June 1, 2022.

The general manager is receiving a bonus as flexible part of the nominal salary – period of evaluation is October to end of September each year, payment take place after the evaluation period. The bonus can vary between 50 and 200 % of the nominal salary value depending on the target fulfillment. In 2022 the BoD evaluated a percentage of 130 % for the period June to December which has been paid in February 2023.

Chairman of the Board do not have any bonus agreement or severance pay agreement.

No loans/securities have been granted to the general manager, Board chairman or other related parties.



hta Naval Systems AS

Notes 2022

Expensed audit fee

The amounts do not include value added tax (VAT).

| | 2022 | 2021 |
|-------------------------|---------------|---------------|
| Statutory audit | 18 849 | 15 318 |
| Total audit fees | 18 849 | 15 318 |

Note 3 - Pension liabilities

The company has pension schemes which cover a total of 20 persons. The company has a group pension scheme, and a defined-contribution scheme which covers the remaining employees. The commitment related to the group pension scheme is covered through an insurance company.

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

| Persons covered by the schemes | Active |
|--------------------------------|--------|
| Defined-benefit scheme | 11 |
| Defined-contribution scheme | 9 |

| Financial assumptions | 2022 |
|-----------------------|--------|
| Interest rate | 1,76 % |
| Pension trend | 2,20 % |
| Salary trend | 3,00 % |

| Balance sheet | 2022 |
|---|----------------|
| Pension funds (at fair value) at 01.01.21 | 246 818 |
| Expenses for Alters supply | 60 762 |
| Changes in the fair value of the flex plan assets | 9 604 |
| Interest expense on the pension commitment | 6 677 |
| Asset transfer | 0 |
| Payment of utilities | -51 765 |
| Total pension liability | 272 096 |



hta Naval Systems AS

Notes 2022

Note 4 - Fixed assets

| | Fixture and fittings, office equipment |
|---|---|
| Cost of acquisitions at 01.01.2022 | 77 082 |
| + Additions | 3 947 |
| - Disposals | 0 |
| Cost of acquisitions at 31.12.2022 | 81 029 |
| Acc. Depreciation at 01.01.2022 | 29 654 |
| + Ordinary depreciation for the year | 16 205 |
| Acc. Depreciation at 31.12.2022 | 45 859 |
| Carrying value at 31.12.2022 | 35 170 |
| Economic life | 5 years |
| Depreciation schedule | Linear |
| Annual rent of fixed assets are recognized on the balance sheet | |
| Rent | 101 605 |
| Machinery, equipment and vehicles | 38 016 |

The company operates in rented premises in Norway and Germany. The rent applies until 14.07.2034 in Kongsberg, Norway. Rent premises for office in Germany, is indefinite. There are no other right or obligations related to the rented premises.



hta Naval Systems AS

Notes 2022

Note 5 - Balances and transactions with group companies

| Trade debtors | 2022 | 2021 |
|----------------------------------|------------------|--------------|
| thyssenkrupp Marine Systems GmbH | 1 397 650 | 4 050 |
| Total | 1 397 650 | 4 050 |

| Trade creditors | 2022 | 2021 |
|----------------------------------|------------------|---------------|
| Kongsberg Defence & Aerospace AS | 1 324 712 | 28 650 |
| ATLAS ELEKTRONIK GmbH | 8 585 673 | 32 762 |
| Total | 9 910 385 | 61 413 |

Related-parties transactions:

| | 2022 |
|--|------------|
| a) Sales of service -Group companies | 70 274 967 |
| b) Purchases of services -Group companies | 51 464 844 |

Note 6 - Specification of financial income and expenses

The functional currency for the company are Euro. Translation at year-end are recorded as finance items.



akta Naval Systems AS

Notes 2022

Note 7 - Taxes

| | 2022 | 2021 |
|--|--------------------|--------------------|
| +/- Fixed assets | -1 367 | 5 705 |
| +/- Production contracts | 3 919 383 | 717 942 |
| +/- Pension liabilities | -272 096 | -246 818 |
| +/- Tax deficit carried forward | -15 633 989 | -13 285 255 |
| = Basis of deferred tax | -11 988 069 | -12 808 426 |
| Deferred tax | 2 637 375 | 2 817 854 |
| Deferred tax benefit not recognized | 0 | -2 817 854 |
| Deferred tax in the balance sheet | 2 637 375 | 0 |

Basis for income tax expense, changes in deferred tax and tax payable

| | 2022 | 2021 |
|---|-------------------|------------|
| Result before taxes | 865 406 | -2 228 101 |
| +/- Changes in temporary differences | -3 169 091 | 2 329 443 |
| +/- Permanent differences | -45 048 | -101 342 |
| = Tax base of the year | -2 348 733 | 0 |
| +/- Group contribution received/gaiven | 0 | 0 |
| =Taxable income (basis for payable taxes in the balance sheet) | -2 348 733 | 0 |

Components of the income tax expense

| | 2022 | 2021 |
|--|-------------------|----------|
| Payable tax on this year's result | 0 | 0 |
| Adjustment in respect of priors | 0 | 0 |
| Total payable tax | 0 | 0 |
| Changes in tax deficit carried forward | -2 637 375 | 0 |
| Tax expense | -2 637 375 | 0 |

Note 8 - Projects in progress

Projects in progress are defined as all assets associated with customer contracts, with the exception of trade receivables and prepayments to suppliers. This refers to accrued, not invoiced income and work in progress on projects that recognize income upon delivery.



akta Naval Systems AS

Notes 2022

Note 9 - Restricted bank deposits and overdraft facilities

| | 2022 | 2021 |
|-------------------------|--------|--------|
| Withheld employee taxes | 53 768 | 45 708 |

Note 10 - Share capital and shareholders information

The share capital of EUR 10 900,01 consists of 300 shares with nominal value EUR 36,33 each (NOK 337).

List of shareholders at 31.12.2022:

| | Number of shares | Ownership |
|----------------------------------|------------------|----------------|
| Kongsberg Defence & Aerospace AS | 150 | 50,0 % |
| ATLAS ELEKTRONIK GmbH | 100 | 33,3 % |
| thyssenkrupp Marine Systems GmbH | 50 | 16,7 % |
| Total number of shares | 300 | 100,0 % |

Note 11 - Shareholders equity

| | Share capital | Share premium | Other equity | Total equity |
|--------------------------|---------------|-------------------|-------------------|------------------|
| Equity 01.01.2022 | 10 900 | 13 119 504 | -12 745 986 | 384 418 |
| +Profit of the year | 0 | 0 | 3 502 781 | 3 502 781 |
| Equity 31.12.2022 | 10 900 | 13 119 504 | -9 243 206 | 3 887 199 |

In compliance with §3-3a of the Norwegian Accounting Act, it is confirmed that the going concern assumption continues to apply.

Note 12 - Prepayment from customers

Prepayments from customers consist of invoiced advance payments from customers in connection with the start-up of projects, as well as invoiced milestones in projects.



Skatteetaten

Vår dato
23.04.2019

Din/Deres dato
07.03.2019

Saksbehandler
Henning Stokke

800 80 000
Skatteetaten.no

Din/Deres referanse
Anette H Hoff

Telefon
800 80 000

Org.nr
974761076

Vår referanse
2019/5495865

Postadresse
Postboks 9200 Grønland
0134 OSLO

KTA NAVAL SYSTEMS AS
Kirkegårdsveien 45
3616 KONGSBERG

Tillatelse til å utarbeide årsberetning og årsregnskap på engelsk språk for KTA Naval Systems AS, org.nr. 919 586 052

Vi viser til deres brev av 7. mars 2019 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for KTA Naval Systems AS.

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering KTA Naval Systems 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 søknaden gjengis:

KTA Naval Systems AS (heretter KTA AS) er den del av et internasjonalt konsern og eies 50 % av Kongsberg Defence & Aerospace AS, 33,33 % av HRB 21570 HB Atlas Eltronik GmbH og resterende 16,67 % av HRB 6960 KI ThyssenKrupp Marine Systems GmbH. Rapportering foregår internt på engelsk. Arbeidsspråk i konsernet er engelsk.

Brukere av regnskapet er eierne og de øvrige konsernselskapene. Disse er avhengig av å motta regnskapsrapportene på engelsk for å forstå innholdet. Arbeidsspråket i virksomheten og i styret er forøvrig engelsk. Ansatte arbeider hovedsakelig på filialer i Tyskland.

Ettersom selskapet er finansiert på egenkapital og konserninterne lån, er det således ingen sentrale regnskapsbrukere som er avhengig av å lese årsregnskapet og årsrapporten til KTA AS på norsk. Når det gjelder de øvrige vurderingstemaene oppstilt av Skattedirektoratet, kan følgende bemerkes:

Internasjonal bransje



KTA opererer i en internasjonal bransje. I forbindelse med prosjektene i utlandet foregår all kommunikasjon på engelsk. Dette gjelder både før, under og etter leveransen.

Hjørnestensbedrift

Selskapet er ikke en hjørnestensbedrift i Norge

Samarbeid med andre selskaper der det er et krav til deltakerne om å utarbeide regnskapene på engelsk.

I enkelte leveranser samarbeider KTA med andre leverandører, og arbeidsspråket er da på engelsk.

Skattedirektoratets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal "årsregnskapet og årsberetningen ... være på norsk.

Departementet kan ved ... enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk."

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

"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 hovedmålene 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.

Som nevnt ovenfor er 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 delvis eid av utenlandske selskaper. Eierkretsen er begrenset. I tillegg opererer selskapet i en internasjonal bransje, og arbeidsspråket er engelsk. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelser i saken.



Med hilsen

Torstein Kinden Helleland
seniorrådgiver
Juridisk avdeling, næring
Skattedirektoratet

Henning Stokke

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.