

ÅRSREDOVISNING

för

DEFA AB

Org.nr. 556210-1567

Styrelsen och verkställande direktören får härmed avlämna årsredovisning för
räkenskapsåret 2023-01-01--2023-12-31

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Undertecknad styrelsedamot i DEFA AB intygar att resultaträkningen och balansräkningen i årsredovisningen har fastställts på årstämma den 12 april 2023. Årstämman beslutade att godkänna styrelsens förslag till hur vinsten ska fördelas. Årstämman beslutade att vinsten ska balanseras i ny räkning

Jag intygar också att innehållet i årsredovisningen och revisionsberättelsen stämmer överens med originalen

Glumslöv 12 april 2023



Harald Jjaerli

Innehållsförteckning

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A.

Förvaltningsberättelse

Styrelsen och verkställande direktören för DEFA AB, 556210-1567, med säte i Landskrona, får härmed avge årsredovisning för räkenskapsåret 2023-01-01 - 2023-12-31.

Verksamheten

Bolaget är uppdelat på olika affärsområden (business unit) baserade på produktsortiment.

Business Unit Lighting

DEFA AB tillverkar, säljer och distribuerar armaturer. Bolaget har haft stort fokus på marknadsföring och försäljning under året. En ständig satsning på att utveckla nya produkter i LED fortlöper.

Business Unit Digital

Business Unit Digital säljer larm- och värmestyrningssystem för privatpersoner och företag.

Business Unit Automotive

DEFA AB har fortsatt utveckla och stärka egen marknadsföring, försäljning och distribution av Automotivesortimentet. Detta sortiment omfattar försäljning av elektriska bilvärmesystem, bilmarm och batteriladdare.

Business Unit Emobility

DEFA AB säljer och distribuerar elkablar och laddstationer till elbilar på den svenska marknaden. Satsningen på detta produktområdet har fortsatt under 2023.

Väsentliga händelser under året

Under året har BU Lighting och BU Digital övergått till egna fristående dotterbolag till DEFA AB.

Förväntad framtida utveckling

Flerårsöversikt (tkr)	2023	2022	2021	2020
Nettoomsättning	316 928	304 728	315 870	203 060
Resultat efter finansiella poster	28 065	-8 260	-7 297	7 460
Balansomslutning	133 958	122 518	142 767	112 260
Soliditet (%)	30%	17%	20%	31%
Medeltal anställda	32	49	46	44

Miljö

Bolaget anpassar sin produktutveckling och sina produkter så att dessa följer miljölagar och förordningar nu och framledes. Som ett led i detta är vi fortsatt medlemmar i Elkretsen, ett företag som hanterar elskrot i enlighet med producentansvarslagen och Reparegistret som hanterar bl.a. wellpapp och plast, och arbetar kontinuerligt med att våra produkter uppfyller både ROHS och REACH-direktiven.

Bolaget bedriver anmälningspliktig verksamhet enligt miljöbalken. Anmälningsplikten avser hela bolagets verksamhet.

Ägarförhållanden

Aktierna i DEFA AB ägdes vid utgången av 2023 till 100% av DEFA Industrial Group SA, Luxembourg. Ultima moderbolaget är DEFA International SA, Luxembourg.

Finansiell riskhantering

De finansiella riskerna kan primärt delas upp i följande kategorier: marknadsrisk (inkl. valutarisk, ränterisk och prisrisk), kreditrisk och likviditetsrisk.

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Valutarisk

Försäljningen sker i SEK och i utländsk valuta och då främst i DKK och EUR. Inköpen sker i motsvarande valutor men även i NOK.

Ränterisk

Bolaget har vid utgången av 2023 inga räntebärande skulder.

Kreditrisk

Merparten av försäljningen sker med låg kreditrisk. Historiskt sett har kreditförlusterna varit låga.

Likviditetsrisk

Bolaget arbetar kontinuerligt med sin likviditet och har checkkrediter för att balansera likviditetsrisken.

Resultatdisposition

(Belopp i kr)

Förslag till disposition av bolagets vinst

Till bolagsstämmans förfogande står:

balanserad vinst	18 691 762
årets resultat	15 901 541
	<hr/>
	34 593 303

Styrelsen föreslår att:

till aktieägarna utdelas

i ny räkning överföres

34 593 303

34 593 303

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Resultaträkning

Belopp i kr	Not	2023-01-01	2022-01-01
		2023-12-31	2022-12-31
Rörelsens intäkter m.m.			
Nettoomsättning	2	316 928 462	304 727 619
Övriga rörelseintäkter		824 380	1 037 538
Summa rörelsens intäkter		317 752 842	305 765 157
Rörelsens kostnader			
Råvaror och förnödenheter		0	-1 395 089
Handelsvaror		-196 249 693	-207 899 716
Övriga externa kostnader	3,4	-43 313 730	-51 731 762
Personalkostnader	5	-50 533 966	-52 712 621
Avskrivningar av materiella och immateriella anläggningstillgångar		-426 155	-388 393
Summa rörelsens kostnader		-290 523 544	-314 127 581
Rörelseresultat		27 229 298	-8 362 424
Resultat från finansiella investeringar			
Övriga ränteintäkter och liknande resultatposter	6	842 982	157 991
Räntekostnader och liknande resultatposter	7	-7 702	-55 923
Summa finansiella poster		835 280	102 068
Resultat efter finansiella poster		28 064 578	-8 260 356
Bokslutsdispositioner			
Lämnade koncernbidrag		-4 850 000	0
Förändring av avskrivningar utöver plan		0	-77 225
Förändring av periodiseringsfond		-4 500 000	2 421 112
Summa bokslutsdispositioner		-9 350 000	2 343 887
Resultat före skatt		18 714 578	-5 916 469
Skatt på årets resultat	8	-2 813 037	-29 774
Årets resultat		15 901 541	-5 946 243

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Balansräkning

Belopp i kr	Not	2023-12-31	2022-12-31
TILLGÅNGAR			
Anläggningstillgångar			
Immateriella anläggningstillgångar			
Balanserade utgifter för programvara	9	176 246	256 742
		<u>176 246</u>	<u>256 742</u>
Materiella anläggningstillgångar			
Byggnad och mark	10	3 614 001	3 820 000
Maskiner och andra tekniska anläggningar	11	0	0
Inventarier, verktyg och installationer	12	28 403	168 063
		<u>3 642 404</u>	<u>3 988 063</u>
Finansiella anläggningstillgångar			
Andelar i koncernföretag	13	6 225 000	25 000
Andra långfristiga fordringar		0	75 842
		<u>6 225 000</u>	<u>100 842</u>
Summa anläggningstillgångar		10 043 650	4 345 647
Omsättningstillgångar			
Varulager m.m.			
Råvaror och förnödenheter		45 421	906 277
Varor under tillverkning		19 672	233 903
Färdiga varor och handelsvaror		34 202 905	42 065 344
Förskott till leverantör		0	2 922 220
		<u>34 267 998</u>	<u>46 127 744</u>
Kortfristiga fordringar			
Kundfordringar		40 302 219	33 782 899
Fordringar hos koncernföretag		18 067 841	2 876 052
Skattefordran		0	1 118 837
Övriga fordringar		2 168 191	632 434
Förutbetalda kostnader och upplupna intäkter	14	490 215	1 503 444
		<u>61 028 466</u>	<u>39 913 666</u>
Kassa och bank		28 617 631	32 131 193
Summa omsättningstillgångar		123 914 095	118 172 603
SUMMA TILLGÅNGAR		133 957 745	122 518 250

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Balansräkning

Belopp i kr	Not	2023-12-31	2022-12-31
EGET KAPITAL OCH SKULDER			
Eget kapital	15		
Bundet eget kapital			
Aktiekapital		2 000 000	2 000 000
Reservfond		200 000	200 000
		<u>2 200 000</u>	<u>2 200 000</u>
Fritt eget kapital			
Överkursfond		10 750 000	10 750 000
Balanserad vinst		7 941 762	13 888 005
Årets resultat		15 901 541	-5 946 243
		<u>34 593 303</u>	<u>18 691 762</u>
Summa eget kapital		36 793 303	20 891 762
Obeskattade reserver	16	4 592 255	92 255
Avsättningar			
Uppskjutna skatteskulder	17	475 250	445 477
Övriga avsättningar	18	790 000	1 000 000
Summa avsättningar		<u>1 265 250</u>	<u>1 445 477</u>
Kortfristiga skulder			
Förskott från kunder		0	1 601 261
Leverantörsskulder		6 923 390	6 879 734
Skulder till koncernföretag		59 875 101	66 147 419
Skatteskulder		1 574 635	0
Övriga skulder		5 011 169	6 912 409
Upplupna kostnader och förutbetalda intäkter	19	17 922 642	18 547 933
Summa kortfristiga skulder		<u>91 306 937</u>	<u>100 088 756</u>
SUMMA EGET KAPITAL OCH SKULDER		133 957 745	122 518 250

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Förändring av eget kapital

Belopp i kr	Aktie- kapital	Reserv- fond	Överkurs- fond	Balanserad vinst inkl. årets resultat	Summa eget kapital
Belopp vid årets ingång 2023-01-01	2 000 000	200 000	10 750 000	7 941 762	20 891 762
Vinstdisposition enligt årsstämma					
Utdelning till aktieägarna					0
Nyemission					0
Årets resultat				15 901 541	15 901 541
Belopp vid årets utgång 2023-12-31	2 000 000	200 000	10 750 000	23 843 303	36 793 303

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Kassaflödesanalys

Belopp i kr	Not	2023-01-01	2022-01-01
		2023-12-31	2022-12-31
Den löpande verksamheten			
Rörelseresultat		27 229 298	-8 362 424
Justeringar för poster som inte ingår i kassaflödet	20	216 155	245 412
Erhållen ränta		842 982	157 991
Erlagd ränta		-7 702	-55 923
Betald skatt		-89 792	-1 154 679
Kassaflöde från den löpande verksamheten före förändringar av rörelsekapital		28 190 941	-9 169 623
Kassaflöde från förändringar av rörelsekapital			
Minskning(+)/ökning(-) av varulager		11 859 746	10 668 340
Minskning(+)/ökning(-) av rörelsefordringar		-22 233 617	19 584 290
Minskning(-)/ökning(+) av rörelseskulder		-15 206 474	-11 952 188
Kassaflöde från den löpande verksamheten		2 610 596	9 130 819
Investeringsverksamheten			
Förvärv av immateriella anläggningstillgångar		-6 200 000	-271 845
Försäljning av materiella anläggningstillgångar		75 842	142 981
Kassaflöde från investeringsverksamheten		-6 124 158	-128 864
Årets kassaflöde			
Likvida medel vid årets början		32 131 193	23 129 238
Likvida medel vid årets slut		28 617 631	32 131 193

A.

Tilläggsupplysningar

Not 1 Redovisningsprinciper och värderingsprinciper

Årsredovisningslagen och Bokföringsnämndens allmänna råd BFNAR 2012:1 (K3) tillämpas vid upprättandet av finansiella rapporter.

Redovisningsvaluta

Årsredovisningen är upprättad i svenska kronor och beloppen anges i kr om inget annat anges.

Kassaflödesanalys

Kassaflödesanalysen har upprättats enligt den indirekta metoden varvid justering skett för transaktioner som inte medfört in- eller utbetalningar. Som likvida medel klassificeras, förutom kassa- och banktillgodohavanden, tillgodohavande på koncernkonto och kortfristiga likvida placeringar som lätt kan omvandlas till ett känt belopp och som är utsatt för en obetydlig risk för värdefluktuation.

Värderingsprinciper m.m.

Tillgångar, avsättningar och skulder har värderats till anskaffningsvärden om inget annat anges nedan.

Intäktsredovisning

Intäkter avseende försäljning av varor redovisas när de väsentliga riskerna och fördelarna som är förknippade med äganderätten till varorna har övergått på köparen och när intäktsbeloppet kan beräknas på ett tillförlitligt sätt.

Materiella och immateriella anläggningstillgångar

Materiella och immateriella anläggningstillgångar är redovisade till anskaffningskostnad med avdrag för planmässiga avskrivningar baserade på en bedömning av tillgångarnas nyttjandeperiod.

Följande avskrivningstider tillämpas.

Balanserade utvecklingsutgifter	3-5 år
Byggnad	8-30 år
Markanläggning	20 år
Maskiner	5-8 år
Inventarier	3-10 år

Leasing

Samtliga leasingavtal klassificeras som operationell leasing vilket innebär att leasingavgiften fördelas linjärt över leasingperioden.

Fordringar och skulder i utländsk valuta

Fordringar och skulder i utländsk valuta har omräknats till balansdagens kurs. Skillnaden mellan anskaffningsvärde och balansdagens värde har redovisats i resultaträkningen. I den mån fordringar och skulder i utländsk valuta har terminssäkrats omräknas de till terminskurs.

Inkomstskatter

Redovisning av inkomstskatt inkluderar aktuell skatt och uppskjuten skatt. Skatten redovisas i resultaträkningen, förutom i de fall den avser poster som redovisas direkt i eget kapital. I sådana fall redovisas även skatten i eget kapital. Uppskjuten skatt redovisas enligt balansräkningsmetoden på alla väsentliga temporära skillnader. En temporär skillnad finns när det bokförda värdet på en tillgång eller skuld skiljer sig från det skattemässiga värdet.

Uppskjuten skatt beräknas med tillämpning av den skattesats som har beslutats eller aviseras per balansdagen.

Uppskjutna skattefordringar redovisas i den omfattning det är troligt att framtida skattemässiga överskott kommer att finnas mot vilka de temporära skillnaderna kan nyttjas.

Varulager m.m.

Varulagret har värderats till det lägsta av anskaffningsvärdet och nettoförsäljningsvärdet. Vid bestämmande av anskaffningsvärdet har först-in-först-ut-principen tillämpats.

Avsättningar

Avsättningar redovisas när bolaget har eller kan anses ha en förpliktelse som ett resultat av en inträffad händelse och det är sannolikt att utbetalningar kommer att krävas för att fullgöra förpliktelsen. En förutsättning är att det går att göra en tillförlitlig uppskattning av det belopp som ska utbetalas.

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UPPLYSNINGAR TILL ENSKILDA POSTER

Not 2 Inköp och försäljning inom koncernen

	2023	2022
Andel av försäljningen som avser koncernföretag	42 737	34 824
Andel av inköpen som avser koncernföretag	183 076	164 144

Not 3 Leasingavgifter

	2023	2022
<i>Operationell leasing, inkl. hyra för lokal</i>		
Leasingavgifter, årets kostnad	3 242	3 055
<i>Återstående leasingavgifter förfaller enligt följande:</i>		
Inom ett år	2 886	2 930
Senare än ett år men inom fem år	5 767	5 042
Senare än fem år		
Summa	8 653	7 972

Leasingavgifterna består till stor del av hyresavtal av lokaler och fordinsleasing.

Not 4 Ersättning till revisorer

	2023	2022
<i>Arvoden och kostnadsersättningar</i>		
Mazars AB		
Revisionsuppdraget	314	208
Summa	314	208

Not 5 Medelantalet anställda samt löner och andra ersättningar

	2023		2022	
	Antal anställda	Varav män	Antal anställda	Varav män
<i>Medelantalet anställda</i>				
Sverige	32	24	49	36
Summa	32	24	49	36

	2023		2022	
	Kvinnor	Män	Kvinnor	Män
<i>Företagsledningen</i>				
Styrelsen	0	3	0	3
VD och övriga företagsledningen			1	4

	2023	2022
<i>Personalkostnader</i>		
<i>Styrelse och VD</i>		
Löner och ersättningar	2 055 347	2 325 617
Pensionskostnader	526 621	534 483
	2 581 968	2 860 100
<i>Övriga anställda</i>		
Löner och ersättningar	30 720 734	32 031 934
Pensionskostnader	4 804 921	4 696 000
	35 525 654	36 727 934
Sociala kostnader	11 736 325	12 049 610
Summa	49 843 948	51 637 644

Not 6 Övriga ränteintäkter och liknande resultatposter

	2023	2022
Ränteintäkter övriga	842 982	157 991
Summa	842 982	157 991

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Not 7 Räntekostnader och liknande resultatposter

	2023	2022
Räntekostnader övriga	7 702	55 923
Summa	7 702	55 923

Not 8 Skatt på årets resultat

	2023	2022
Aktuell skatt	-2 783 264	0
Uppskjuten skatt	-29 773	-29 774
Summa	-2 813 037	-29 774

Teoretisk skatt

Redovisat resultat före skatt	18 714 578	-5 916 469
Skatt enligt gällande skattesats, 20,6%	-3 855 203	1 218 793

Avstämning av redovisad skatt

Effekt av ej avdragsgilla kostnader	-99 287	-94 097
Effekt av ej skattepliktiga intäkter	6 648	
Effekt av periodiseringsfond		-22 444
Effekt av utnyttjade tidigare ej värderade underskottsavdrag	1 134 805	-1 132 026
Effekt från tidigare år		
Summa	-2 813 037	-29 774

Not 9 Balanserade utgifter för programvaror

	2023-12-31	2022-12-31
Ingående anskaffningsvärde	2 557 163	2 285 318
Inköp		271 845
Försäljningar och utrangeringar		
Omklassificering	125 159	
Utgående ackumulerade anskaffningsvärden	2 682 322	2 557 163
Ingående avskrivningar	-2 300 421	-2 285 318
Årets avskrivningar	-80 496	-15 103
Försäljningar och utrangeringar		
Omklassificering	-125 159	
Utgående ackumulerade avskrivningar	-2 506 076	-2 300 421
Redovisat värde	176 246	256 742

Not 10 Byggnad och mark

	2023-12-31	2022-12-31
Ingående anskaffningsvärde	28 389 931	28 896 278
Inköp		
Försäljningar och utrangeringar		-506 347
Omklassificering		
Utgående ackumulerade anskaffningsvärden	28 389 931	28 389 931
Ingående avskrivningar	-24 569 931	-24 833 278
Årets avskrivningar	-205 999	-243 000
Försäljningar och utrangeringar		506 347
Omklassificering		
Utgående ackumulerade avskrivningar	-24 775 930	-24 569 931
Redovisat värde	3 614 001	3 820 000

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Not 11 Maskiner och andra tekniska anläggningar

	2023-12-31	2022-12-31
Ingående anskaffningsvärde	33 782 879	33 829 040
Försäljningar och utrangeringar	-19 167 244	-46 161
Utgående ackumulerade anskaffningsvärden	14 615 635	33 782 879
Ingående avskrivningar	-33 782 879	-33 829 040
Försäljningar och utrangeringar	19 167 244	46 161
Utgående ackumulerade avskrivningar	-14 615 635	-33 782 879
Redovisat värde	0	0

Not 12 Inventarier, verktyg och installationer

	2023-12-31	2022-12-31
Ingående anskaffningsvärde	4 252 204	4 253 592
Försäljningar och utrangeringar	-	-1 388
Utgående ackumulerade anskaffningsvärden	4 252 204	4 252 204
Ingående avskrivningar	-4 084 141	-3 955 239
Årets avskrivningar	-139 660	-130 290
Försäljningar och utrangeringar	-	1 388
Utgående ackumulerade avskrivningar	-4 223 801	-4 084 141
Redovisat värde	28 403	168 063

Not 13 Andelar i koncernföretag

Företag	Organisations-			Redovisat värde	
	nummer	Säte	Kapitalandel	2023-12-31	2022-12-31
Fastighetsbolaget Södra kvistoftavägen 4A	559341-1613	Landskrona	100%	25 000	25 000
CloudCharge AB	559432-5507	Landskrona	100%	6 100 000	0
DEFA Lighting AB	559431-7553	Landskrona	100%	100 000	0
				6 225 000	25 000

Not 14 Förutbetalda kostnader och upplupna intäkter

	2023-12-31	2022-12-31
Förutbetald försäkring	29 691	276 716
Förutbetalda hyror	282 458	36 893
Övriga poster	149 906	740 914
Upplupna intäkter	28 160	448 921
Redovisat värde	490 215	1 503 444

Not 15 Eget kapital

Antalet aktier uppgår till 200 000 och kvotvärdet är 10 kronor per aktie.

Not 16 Obeskattade reserver

	2023-12-31	2022-12-31
Avskrivningar utöver plan	92 255	92 255
Periodiseringsfonder	4 500 000	-
Redovisat värde	4 592 255	92 255

Not 17 Uppskjutna skatteskulder

	Uppskjuten skattefordran		Uppskjuten skatteskuld	
	2023-12-31	2022-12-31	2023-12-31	2022-12-31
Temporära skillnader återfinns i följande poster.				
Byggnad och mark	0	0	475 250	445 477
Redovisat värde	0	0	475 250	445 477

Not 18 Övriga avsättningar

	2023-12-31	2022-12-31
Ingående redovisat värde	1 000 000	1 000 000
Årets avsättning		
Årets reglering	-210 000	
Redovisat värde	790 000	1 000 000
Övrig avsättningar avser garantiåttaganden		
	2023-12-31	2022-12-31
<i>Ställda säkerheter för skulder till kreditinstitut</i>		
Företagsinteckningar	0	700 000
Summa	0	700 000

Not 19 Upplupna kostnader och förutbetalda intäkter

	2023-12-31	2022-12-31
Personalrelaterade kostnader	3 810 587	6 903 045
Övriga upplupna kostnader	14 112 055	11 644 888
Redovisat värde	17 922 642	18 547 933

Not 20 Ej kassaflödespåverkande poster

	2023-12-31	2022-12-31
Avskrivningar	426 155	388 393
Realisationsresultat inventarier		-142 981
Garantiavsättning	-210 000	
Summa	216 155	245 412

ÖVRIGA UPPLYSNINGAR

Not 21 Koncernuppgifter

Företaget är ett moderbolag men med hänvisning till ÄRL 7 kap §2 upprättas ingen egen koncernredovisning. DEFA AB är dotterföretag till DEFA Industrial Group SA, Luxembourg som i sin tur är dotterbolag till DEFA International SA, Luxembourg. Koncernredovisning upprättas av DEFA International SA, Luxembourg

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Not 22. Resultatdisposition

(Belopp i kr)

Förslag till disposition av bolagets vinst

Till bolagsstämmans förfogande står:

balanserad vinst	18 691 762
årets resultat	15 901 541
	<hr/>
	34 593 303

Styrelsen föreslår att:

till aktieägarna utdelas

i ny räkning överföres

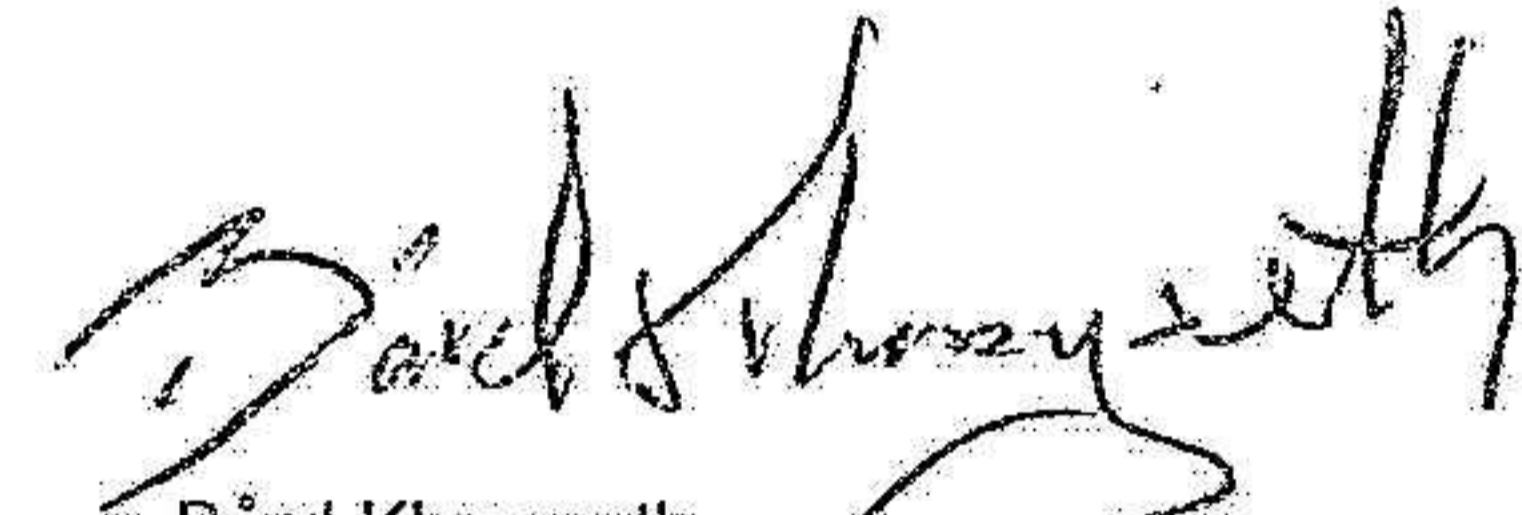
34 593 303

34 593 303

Glumslöv den 12 april 2024



Didrik Eidsvig
Ordförande


Harald Fjaerli

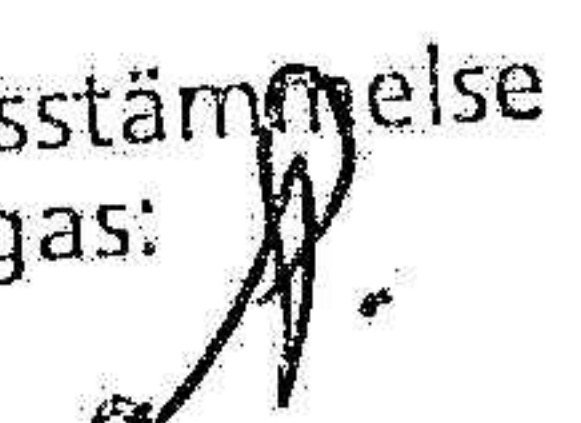

Bård Klungseth


Martin Jonsson
Verkställande direktör

Vår revisionsberättelse har lämnats den 12 april 2024
Mazars AB


Anders Persson
Auktoriserad revisor

Fotokopians överensstämmelse
med originalet intygas:



.....

REVISIONSBERÄTTELSE

Till bolagsstämman i DEFA AB
Org. nr 556210-1567

Rapport om årsredovisningen

Uttalanden

Vi har utfört en revision av årsredovisningen för DEFA AB för år 2023.

Enligt vår uppfattning har årsredovisningen upprättats i enlighet med årsredovisningslagen och ger en i alla väsentliga avseenden rättvisande bild av DEFA AB:s finansiella ställning per den 31 december 2023 och av dess finansiella resultat och kassaflöde för året enligt årsredovisningslagen. Förvaltningsberättelsen är förenlig med årsredovisningens övriga delar.

Vi tillstyrker därför att bolagsstämman fastställer resultaträkningen och balansräkningen.

Grund för uttalanden

Vi har utfört revisionen enligt International Standards on Auditing (ISA) och god revisionsred i Sverige. Vårt ansvar enligt dessa standarder beskrivs närmare i avsnittet *Revisorns ansvar*. Vi är oberoende i förhållande till DEFA AB enligt god revisorsred i Sverige och har i övrigt fullgjort vårt yrkesetiska ansvar enligt dessa krav.

Vi anser att de revisionsbevis vi har inhämtat är tillräckliga och ändamålsenliga som grund för våra uttalanden.

Styrelsens och verkställande direktörens ansvar

Det är styrelsen och verkställande direktören som har ansvaret för att årsredovisningen upprättas och att den ger en rättvisande bild enligt årsredovisningslagen. Styrelsen och verkställande direktören ansvarar även för den interna kontroll som de bedömer är nödvändig för att upprätta en årsredovisning som inte innehåller några väsentliga felaktigheter, vare sig dessa beror på oegentligheter eller på misstag.

Vid upprättandet av årsredovisningen ansvarar styrelsen och verkställande direktören för bedömningen av bolagets förmåga att fortsätta verksamheten. De upplyser, när så är tillämpligt, om förhållanden som kan påverka förmågan att fortsätta verksamheten och att använda antagandet om fortsatt drift. Antagandet om fortsatt drift tillämpas dock inte om styrelsen och verkställande direktören avser att likvidera bolaget, upphöra med verksamheten eller inte har något realistiskt alternativ till att göra något av detta.

Revisorns ansvar

Våra mål är att uppnå en rimlig grad av säkerhet om huruvida årsredovisningen som helhet inte innehåller några väsentliga felaktigheter, vare sig dessa beror på oegentligheter eller på misstag, och att lämna en revisionsberättelse som innehåller våra uttalanden. Rimlig säkerhet är en hög grad av säkerhet, men är ingen garanti för att en revision som utförs enligt ISA och god revisionsred i Sverige alltid kommer att upptäcka en väsentlig felaktighet om en sådan finns. Felaktigheter kan uppstå på grund av oegentligheter eller misstag och anses vara väsentliga om de enskilt eller tillsammans rimligen kan förväntas påverka de

ekonomiska beslut som användare fattar med grund i årsredovisningen.

Som del av en revision enligt ISA använder vi professionellt omdöme och har en professionellt skeptisk inställning under hela revisionen. Dessutom:

- identifierar och bedömer vi riskerna för väsentliga felaktigheter i årsredovisningen, vare sig dessa beror på oegentligheter eller på misstag, utformar och utför granskningsåtgärder bland annat utifrån dessa risker och inhämtar revisionsbevis som är tillräckliga och ändamålsenliga för att utgöra en grund för våra uttalanden. Risker för att inte upptäcka en väsentlig felaktighet till följd av oegentligheter är högre än för en väsentlig felaktighet som beror på misstag, eftersom oegentligheter kan innefatta agerande i maskopi, förfalskning, avsiktliga utelämnanden, felaktig information eller åsidosättande av intern kontroll.
- skaffar vi oss en förståelse av den del av bolagets interna kontroll som har betydelse för vår revision för att utforma granskningsåtgärder som är lämpliga med hänsyn till omständigheterna, men inte för att uttala oss om effektiviteten i den interna kontrollen.
- utvärderar vi lämpligheten i de redovisningsprinciper som används och rimligheten i styrelsens och verkställande direktörens uppskattningar i redovisningen och tillhörande upplysningar.
- drar vi en slutsats om lämpligheten i att styrelsen och verkställande direktören använder antagandet om fortsatt drift vid upprättandet av årsredovisningen. Vi drar också en slutsats, med grund i de inhämtade revisionsbevisen, om huruvida det finns någon väsentlig osäkerhetsfaktor som avser sådana händelser eller förhållanden som kan leda till betydande tvivel om bolagets förmåga att fortsätta verksamheten. Om vi drar slutsatsen att det finns en väsentlig osäkerhetsfaktor, måste vi i revisionsberättelsen fästa uppmärksamheten på upplysningarna i årsredovisningen om den väsentliga osäkerhetsfaktorn eller, om sådana upplysningar är otillräckliga, modifiera uttalandet om årsredovisningen. Våra slutsatser baseras på de revisionsbevis som inhämtas fram till datumet för revisionsberättelsen. Dock kan framtida händelser eller förhållanden göra att ett bolag inte längre kan fortsätta verksamheten.
- utvärderar vi den övergripande presentationen, strukturen och innehållet i årsredovisningen, däribland upplysningarna, och om årsredovisningen återger de underliggande transaktionerna och händelserna på ett sätt som ger en rättvisande bild.

Vi måste informera styrelsen om bland annat revisionens planerade omfattning och inriktning samt tidpunkten för den. Vi måste också informera om betydelsefulla iakttagelser under revisionen, däribland de eventuella betydande brister i den interna kontrollen som vi identifierat.

Rapport om andra krav enligt lagar och andra författningar

Uttalanden

Utöver vår revision av årsredovisningen har vi även utfört en revision av styrelsens och verkställande direktörens förvaltning för DEFA AB för år 2023 samt av förslaget till dispositioner beträffande bolagets vinst eller förlust.

Vi tillstyrker att bolagsstämman disponerar vinsten enligt förslaget i förvaltningsberättelsen och beviljar styrelsens ledamöter och verkställande direktören ansvarsfrihet för räkenskapsåret.

Grund för uttalanden

Vi har utfört revisionen enligt god revisions sed i Sverige. Vårt ansvar enligt denna beskrivs närmare i avsnittet *Revisorns ansvar*. Vi är oberoende i förhållande till DEFA AB enligt god revisors sed i Sverige och har i övrigt fullgjort vårt yrkesetiska ansvar enligt dessa krav.

Vi anser att de revisionsbevis vi har inhämtat är tillräckliga och ändamålsenliga som grund för våra uttalanden.

Styrelsens och verkställande direktörens ansvar

Det är styrelsen som har ansvaret för förslaget till dispositioner beträffande bolagets vinst eller förlust. Vid förslag till utdelning innefattar detta bland annat en bedömning av om utdelningen är försvarlig med hänsyn till de krav som bolagets verksamhetsart, omfattning och risker ställer på storleken av bolagets egna kapital, konsolideringsbehov, likviditet och ställning i övrigt.

Styrelsen ansvarar för bolagets organisation och förvaltningen av bolagets angelägenheter. Detta innefattar bland annat att fortlöpande bedöma bolagets ekonomiska situation och att tillse att bolagets organisation är utformad så att bokföringen, medelsförvaltningen och bolagets ekonomiska angelägenheter i övrigt kontrolleras på ett betryggande sätt. Den verkställande direktören ska sköta den löpande förvaltningen enligt styrelsens riktlinjer och anvisningar och bland annat vidta de åtgärder som är nödvändiga för att bolagets bokföring ska fullgöras i överensstämmelse med lag och för att medelsförvaltningen ska skötas på ett betryggande sätt.

Revisorns ansvar

Vårt mål beträffande revisionen av förvaltningen, och därmed vårt uttalande om ansvarsfrihet, är att inhämta revisionsbevis för att med en rimlig grad av säkerhet kunna bedöma om någon styrelseledamot eller verkställande direktören i något väsentligt avseende:

- företagit någon åtgärd eller gjort sig skyldig till någon försummelse som kan föranleda ersättningsskyldighet mot bolaget, eller
- på något annat sätt handlat i strid med aktiebolagslagen, årsredovisningslagen eller bolagsordningen.

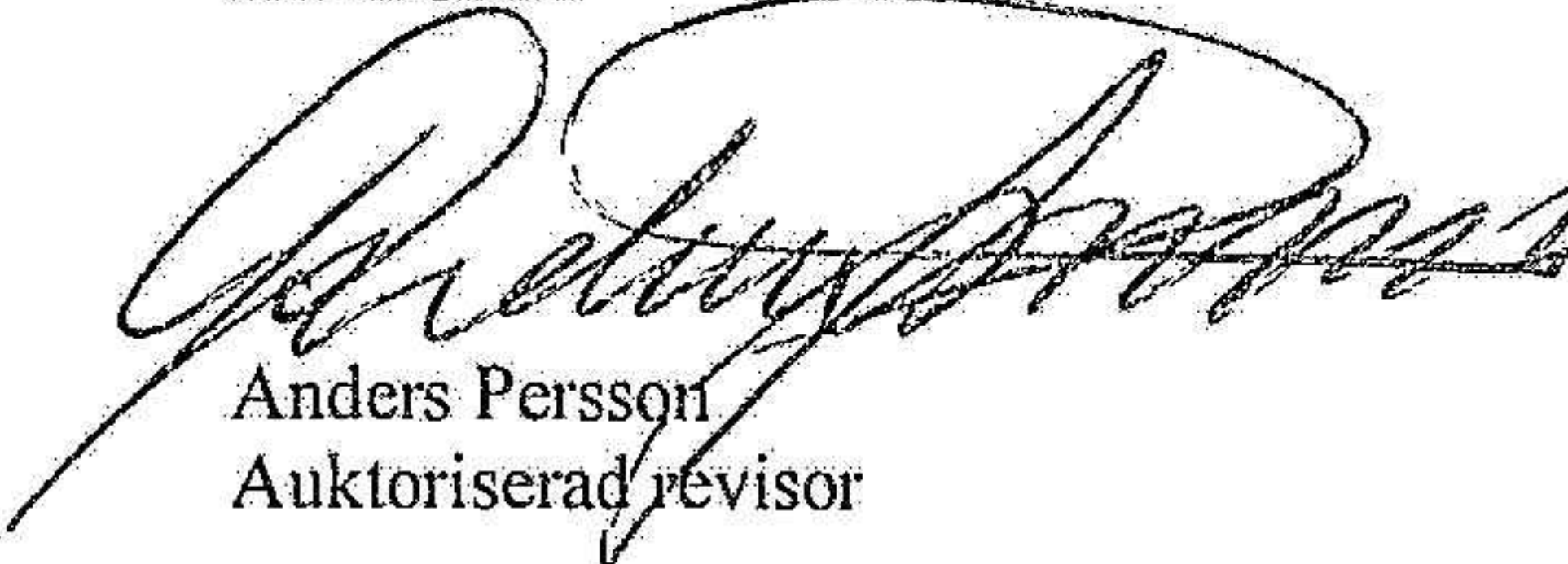
Vårt mål beträffande revisionen av förslaget till dispositioner av bolagets vinst eller förlust, och därmed vårt uttalande om detta, är att med rimlig grad av säkerhet bedöma om förslaget är förenligt med aktiebolagslagen.

Rimlig säkerhet är en hög grad av säkerhet, men ingen garanti för att en revision som utförs enligt god revisions sed i Sverige alltid kommer att upptäcka åtgärder eller försummelser som kan föranleda ersättningsskyldighet mot bolaget, eller att ett förslag till dispositioner av bolagets vinst eller förlust inte är förenligt med aktiebolagslagen.

Som en del av en revision enligt god revisions sed i Sverige använder vi professionellt omdöme och har en professionellt skeptisk inställning under hela revisionen. Granskningen av förvaltningen och förslaget till dispositioner av bolagets vinst eller förlust grundar sig främst på revisionen av räkenskaperna. Vilka tillkommande granskningsåtgärder som utförs baseras på vår professionella bedömning med utgångspunkt i risk och väsentlighet. Det innebär att vi fokuserar granskningen på sådana åtgärder, områden och förhållanden som är väsentliga för verksamheten och där avsteg och överträdelser skulle ha särskild betydelse för bolagets situation. Vi går igenom och prövar fattade beslut, beslutsunderlag, vidtagna åtgärder och andra förhållanden som är relevanta för vårt uttalande om ansvarsfrihet. Som underlag för vårt uttalande om styrelsens förslag till dispositioner beträffande bolagets vinst eller förlust har vi granskat om förslaget är förenligt med aktiebolagslagen.

Landskrona, 2024- 04-12

Mazars AB



Anders Persson
Auktoriserad revisor

Fotokopians överensstämmelse
med originalet intygas:

.....
.....

DEFA INTERNATIONAL S.A.

Société Anonyme

**CONSOLIDATED ACCOUNTS AS AT
DECEMBER 31, 2023**

(WITH THE REPORT OF THE RÉVISEUR D' ENTREPRISES AGRÉÉ THEREON)

**25B, BOULEVARD ROYAL
LUXEMBOURG
L-2449
R.C.S. Luxembourg B 113.405**

DEFA INTERNATIONAL S.A.
Société Anonyme

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DEFA INTERNATIONAL S.A.*Société Anonyme***Consolidated Management Report 2023***Operations and locations*

DEFA INTERNATIONAL S.A. consists of the subsidiaries DEFA Industrial Group S.A., DEFA AS, DEFA AB, DEFA Technology (Wuxi) Co. Ltd, DEFA North America Inc, DEFA Oy, DEFA Germany GmbH, DEFA UK LTD, DEFA Endeavour AS, DEFA Voyager AS, DEFA Energy Control AS, DEFA Lighting AS, DEFA Lighting AB, CloudCharge AB, and Fastighetsbolaget Södra Kvistoftavägen 4 AB (the "Group"). During the year, DEFA AS demerged its lighting business into a separate entity DEFA Lighting AS, and DEFA AB's lighting and digital business units have become its independent subsidiaries, namely DEFA Lighting AB and CloudCharge AB, respectively.

The Group manufactures and sells pre-heating systems, battery chargers, security systems for cars, boats etc., in/outdoor lighting products and sells charging stations and related products for electric cars. In addition, the Group provides services for controlling of heat and energy consumption in cottage and houses and the development of services for tracking of vehicles and boats.

All subsidiaries are 100% held and their results are included in the consolidated accounts after the elimination of all inter-group transactions. There are no expected changes to the Group structure in the near future.

Comments related to the consolidated accounts

The Group's revenue was NOK 1,010 million in 2023, compared to NOK 976 million in 2022. Profit for the year 2023 was NOK 90.8 million, compared to NOK 1.3 million in 2022.

The Group's short-term debt as of December 31, 2023 constituted 61% of total Group's total debt, and 65% of total Group's debt in 2022.

Total assets at year-end amounted to NOK 1,080 million, as compared to NOK 1,005 million in the prior year. Equity as a percentage of Total Assets was 72.42% as of December 31, 2023, compared to 67.67% as of December 31, 2022.

Future financial developments

The Group continues to focus on bringing new products to the market relating to Electric Vehicles (EV) – E-Mobility, including increasing the production of EV products launched during 2022/2021. Given the worldwide trend to move from fossil fuel-driven vehicles to electric vehicles, the Group is working towards capturing a share of this opportunity. The Group added new production lines in the previous year, which resulted in significant capital expenditures. In addition, the Group took active steps over the last three years, to procure component and raw materials for these new and current products.

This resulted in an increase in the inventory levels and placed pressure on the cashflow of the Group. The Group obtained outside financing to partly support these capital expenditures.

Given the development in the EV related products and specific focus on profitability for certain product lines, the Group is expected to continue to be profitable in the years ahead.

Employees

The employees of the Group have long been regarded as one of its most important assets. The Group is committed to employment policies based on equal opportunities for all employees. All employees are regularly provided with information on matters of concern to them, so that views of employees are taken into account, when making decisions.

DEFA INTERNATIONAL S.A.***Société Anonyme*****Consolidated Management Report 2023 (continued)*****Key performance indicators***

The Group is managed on a Business Unit basis. Each Group company produces monthly financial information, and these are consolidated into total number for each Business Unit and the Group. The key performance indicators on which the group focuses are:

- Gross margin and EBT
- Working capital
- ROCE (Return on Capital Employed)

Environment

The Group recognizes the importance of its environmental responsibilities and complies with all local, national, and international legislation with respect to storage and use of hazardous chemicals. Some operations do have small amount of emissions, and continued efforts are made to reduce and eliminate any environmental impact.

Risks

The Group is managed by an experienced team that is well acquainted with the business and financial risks associated with the Group operations. Regular management meetings are held to identify any problem areas and to provide support and direction to the individual Business Units.

Competitive pressure is a continuing risk for the Group. Through product innovation and cost controlling, the Group is able to provide quality products to its customers and therefore able to reduce the competitive pressures.

The Group has exposure to the following financial risks:

Interest rate and currency risks

The Group has obtained a long-term loan from a financial institution in 2022, which exposes the Group to some degree of risk related to change in interest rates.

The Group is exposed to some degree of risk related to development in foreign exchange rates. There is no fixed strategy to secure or hedge a certain amount of the Group's debt or cash flow in foreign currency. However, the Group could enter into hedging agreements at times when this is considered to be favourable. These decisions are made at the Board of Directors level of the Group entities. The Group does not take any speculative financial positions.

Credit risk

The Group is mainly exposed to credit risk from its operations (primarily third-party trade receivables). To manage credit risk, the Group has established procedures, which ensures that the Group entities make objective and consistent decisions about customer exposure within their business areas. The accounting departments of each Group entity monitors the accounts receivable and further review is performed at Group level.

Liquidity risk and cashflow risk

The Group's liquidity risk and cashflow risk are mainly linked to payments from customers. Twice, monthly accounts receivables are discussed in detail with the Business Units' top management, and actions regarding collection of missing/overdue customer payments are taken. In addition, weekly cash reports are prepared at Group level. The status of the accounts receivable and cash are also discussed at the monthly business review meetings of the Business Units.

DEFA INTERNATIONAL S.A.***Société Anonyme*****Consolidated Management Report 2023 (continued)*****Price risk***

The Group is exposed to risks arising from changes in prices of raw materials and components used in production. Currently certain electronic components, could have long lead times, accompanied by increases in related freight costs. The Purchasing and Supply Chain department of each Group entity is responsible for managing these associated risks and timely procurement and price changes are reviewed at the monthly business review meetings of the Business Units.

Research and Development Activities

The Group performs research and development activities at its factories in China and Norway, which develop new products within all main product areas.

Going concern

Based on the income forecast for the year 2024 and the Group's long-term strategic forecasts, the consolidated accounts have been prepared under the assumption of going concern.

Important events subsequent to the end of the financial year

No other important events have occurred subsequent to the financial year-end other than those disclosed in the notes to the consolidated accounts.

Own shares

No shares of DEFA INTERNATIONAL S.A. are held by itself or by any of its affiliated undertakings.

To the Board of Directors of
DEFA INTERNATIONAL S.A.
25B, Boulevard Royal
L-2449 Luxembourg

REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of **DEFA INTERNATIONAL S.A.** ("Company"), which comprise the consolidated balance sheet as at December 31, 2023, and the consolidated profit and loss account for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at December 31, 2023, and of the consolidated results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the consolidated financial statements.

Basis for Opinion

We conducted our audit in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 on the audit profession ("Law of 23 July 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the "*Commission de Surveillance du Secteur Financier*" ("CSSF"). Our responsibilities under the EU regulation N° 537/2014, the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the « Responsibilities of "*réviseur d'entreprises agréé*" for the Audit of the Consolidated Financial Statements » section of our report. We are also independent of the Company in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the consolidated financial statements, and have fulfilled our other ethical responsibilities under those ethical 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 is responsible for the other information. The other information comprises the information stated in the management report but does not include the consolidated financial statements and our report of the "*réviseur d'entreprises agréé*" thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Responsibilities of the Board of Directors for the Consolidated Financial Statements

The Board of Directors is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the consolidated financial statements, and for such internal control as the Board of Directors determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the "réviseur d'entreprises agréé" for the Audit of the Consolidated Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the "réviseur d'entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF 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 consolidated financial statements.

As part of an audit in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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 the Board of Directors.
- Conclude on the appropriateness of the Board of Directors 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 report of the "réviseur d'entreprises agréé" to the related disclosures in the consolidated 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 report of the "réviseur d'entreprises agréé". However, future events or conditions may cause the Company to cease to continue as a going concern.

ECOVIS IFG Audit S.A., 44 rue de Wiltz, L-2734 Luxembourg, Luxembourg Phone: +352 2776 2529 Bank account: POST Finance BIC-/SWIFT-Code: CCPLULL IBAN: LU86 1111 7040 2091 0000 E-Mail: team@ecovis-audit.lu Management: Yamallan Arnaud VAT-ID Number: LU28181137 Headquarter: Luxembourg City Registered in Luxembourg: RCS B202014

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- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, *“actions taken to eliminate threats or safeguards applied”*.

Report on Other Legal and Regulatory Requirements

The consolidated management report, which is the responsibility of the Board of Directors, is consistent with the consolidated financial statements and has been prepared in accordance with applicable legal requirements.

Luxembourg, 10 July 2024

ECOVIS IFG Audit S.A.
Cabinet de révision agréé



Arnaud Yamalian

DEFA INTERNATIONAL S.A.
Société Anonyme
CONSOLIDATED BALANCE SHEET AS
AT 31 DECEMBER 2023
(Expressed in Norwegian Crown)

	Notes	2023	2022	Notes	2023	2022
ASSETS						
Fixed assets						
Intangible assets						
- Costs of development	3	127,364,553	513,032			
- Concessions, patents, licences, trademarks and similar rights assets		34,708	116,458			
- Goodwill acquired for valuable consideration		30,600,289	38,413,249			
		<u>157,999,550</u>	<u>39,042,739</u>			
Tangible assets	4					
- Land and buildings		19,830,616	21,296,646			
- Plant and machinery		75,020,964	156,526,613			
- Other fixtures and fittings, tools and equipment		31,203,332	43,990,456			
		<u>126,054,912</u>	<u>221,813,715</u>			
Financial assets						
- Participating interests	5	8,465,872	6,626,266			
- Investments held as fixed assets	6	1,720,615	9,000			
		<u>10,186,487</u>	<u>6,635,266</u>			
		<u>294,240,949</u>	<u>267,491,720</u>			
Deferred tax assets	7	2,667,127	6,883,414			
Current assets						
Stocks						
- Raw materials and consumables		172,582,893	182,640,295			
- Work in progress		24,188,838	22,681,725			
- Finished goods for resale		109,216,452	104,083,720			
		<u>305,988,183</u>	<u>309,405,740</u>			
Debtors						
- Trade debtors		173,175,919	125,218,205			
- becoming due and payable within one year						
- Other debtors		13,788,735	7,561,079			
- becoming due and payable within one year		189,319	548,470			
- becoming due and payable after more than one year		<u>187,153,973</u>	<u>133,327,754</u>			
Investments						
- Transferable securities	8	180,607,549	137,091,158			
Cash at bank and in hand		<u>103,294,193</u>	<u>142,899,172</u>			
		<u>777,043,898</u>	<u>722,723,824</u>			
Prepayments and accrued income		6,027,060	8,274,953			
TOTAL ASSETS		<u>1,079,979,034</u>	<u>1,005,373,911</u>			
LIABILITIES						
Capital and reserves						
Subscribed capital	9	6,368,800	6,368,800			
Reserves						
- Legal reserve	10	4,743,792	4,743,792			
- Currency translation reserve	11	39,679,993	28,701,922			
		<u>44,423,785</u>	<u>33,445,714</u>			
Profit or loss brought forward	12	640,517,627	639,176,362			
Profit or loss for the financial year		90,838,608	1,341,265			
		<u>782,148,820</u>	<u>680,332,141</u>			
Provisions						
- Other tax provisions	13	5,514,391	1,026,064			
		<u>5,514,391</u>	<u>1,026,064</u>			
Creditors						
Amounts due to credit institutions						
- due and payable after more than one year	14	115,000,000	115,000,000			
Trade creditors						
- becoming due and payable within one year		63,745,953	106,967,679			
Other creditors						
- Tax authorities		28,688,774	21,244,039			
- Social security authorities		7,460,346	5,092,660			
- Other creditors						
- becoming due and payable within one year		77,420,750	75,711,328			
		<u>113,569,870</u>	<u>102,048,027</u>			
		<u>292,315,823</u>	<u>324,015,706</u>			
TOTAL LIABILITIES		<u>1,079,979,034</u>	<u>1,005,373,911</u>			

DEFA INTERNATIONAL S.A.
Société Anonyme
CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31 DECEMBER 2023
(Expressed in Norwegian Crown)

	Notes	2023	2022
Net turnover	15	1,010,195,287	976,061,371
Variation in stocks of finished goods and in work in progress		208,896	27,164,752
Other operating income		2,231,321	2,130,040
Raw material and consumables and other external expenses		<u>(599,492,034)</u>	<u>(680,717,324)</u>
-Raw materials and consumables		(399,186,018)	(453,648,219)
-Other external expenses	16	(200,306,016)	(227,069,105)
Staff costs	17	<u>(271,975,304)</u>	<u>(271,336,975)</u>
-Wages and salaries		(211,042,165)	(220,260,717)
-Social security cost relating to pensions		(35,171,773)	(26,811,773)
other social security costs		(12,988,402)	(11,789,385)
-Other staff costs		(12,772,964)	(12,475,100)
Value adjustments			
- in respect of tangible and intangible fixed assets	3,4	(28,725,577)	(24,130,312)
- in respect of current assets	18	(5,962,504)	(7,183,687)
Other operating expenses	19	(20,000)	(282,486)
Income from other investments and loans forming part of the fixed assets			
- Other income not derived from affiliated undertakings	20	6,644,228	17,612,228
Other interest receivable and similar income			
- Other interest receivable and similar income	21	37,106,852	23,443,847
Share of profit or loss of undertakings accounted for under the equity method	5	2,839,606	(3,213,473)
Value adjustment in respect of financial assets and of investments held as current assets	8,22	17,997,163	(25,104,145)
Interest payable and similar expenses			
-Other interest and similar expenses	23	(60,906,960)	(26,165,156)
Tax on profit or loss	24	(18,638,789)	(6,673,668)
Profit or loss after taxation		91,502,185	1,605,012
Other taxes not shown under items above	25	(663,577)	(263,747)
Profit for the financial year		<u>90,838,608</u>	<u>1,341,265</u>

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts
as at 31 December 2023 (continued)

1. General

DEFA INTERNATIONAL S.A. (hereafter "the Parent Company") was incorporated on 23 December 2005 in Luxembourg and organised under the laws of Luxembourg as a Société Anonyme for an unlimited period.

The registered office of the Parent Company is located at 25B Boulevard Royal, L-2449, Luxembourg.

The object of the Parent Company is to take participation in any form whatsoever, in other Luxembourg or foreign enterprises; to acquire any securities and rights through participation, contribution, underwriting firm purchase or option, negotiation or in any other way and namely to acquire patents and licences, to manage and develop them; to grant to enterprises in which the Company has a direct or indirect participation interest, any assistance, loans, advances or guarantees, to perform any operations which is directly or indirectly related to its purpose. The Company can perform all commercial, technical and financial operations, connected directly or indirectly to facilitate the accomplishment of its purpose in all areas as described above.

DEFA INTERNATIONAL S.A. consists of the subsidiaries DEFA Industrial Group S.A., DEFA AS, DEFA AB, DEFA Technology (Wuxi) Co. Ltd, DEFA North America Inc, DEFA Oy, DEFA Germany GmbH, DEFA UK LTD, DEFA Endeavour AS, DEFA Voyager AS, DEFA Energy Control AS, DEFA Lighting AS, DEFA Lighting AB, CloudCharge AB, and Fastighetsbolaget Södra Kvistoftavägen 4 AB (the "Group"). During the year, DEFA AS demerged its lighting business into a separate entity DEFA Lighting AS, and DEFA AB's lighting and digital business units have become its independent subsidiaries, namely DEFA Lighting AB and CloudCharge AB, respectively.

The Group manufactures and sells pre-heating systems, battery chargers, security systems for cars, boats etc., in/outdoor lighting products and sells charging stations for electric cars. In addition, the Group provides services for controlling of heat and energy consumption in cottage and houses and the development of services for tracking of vehicles and boats.

The financial year starts on January 1 and ends on December 31.

2. Significant accounting policies and valuation methods

a) Basis of preparation

The consolidated accounts are prepared under the historical cost convention in accordance with Luxembourg legal and regulatory requirements and generally accepted accounting principles in Luxembourg.

The consolidated accounts have been prepared on a going concern assumption.

The consolidated annual accounts are prepared in Norwegian Crowns (NOK), which is the reporting currency of the Parent Company.

The preparation of the consolidated accounts requires the use of critical accounting estimates. It also requires the Board of Directors to exercise their judgments in the process of applying the accounting policies. Changes in assumptions may have a significant impact on the consolidated accounts in the period in which the assumptions changed. Management believes that the underlying assumptions are appropriate and the annual consolidated accounts therefore present the financial position and results fairly.

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts
as at 31 December 2023 (continued)

2. Significant accounting policies and valuation methods (Continued)

a) Basis of preparation (continued)

The Group makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

b) Basis of consolidation

The consolidated accounts include the stand-alone annual accounts of DEFA INTERNATIONAL S.A. and of entities controlled by the Parent Company. Control is achieved when the Group owns more than 50% of the shares in a subsidiary and/or has the power to govern the financial and operating policies of the subsidiary to obtain the benefits from its activities.

The results of the subsidiaries acquired and disposed of during the year are included in the consolidated profit and loss account from the effective date of acquisition or up to the effective date of disposal.

The excess of the cost in a subsidiary and the subscribed capital and reserves of the subsidiary at the acquisition date is recorded as goodwill and is amortised over a period of five to ten years.

The accounts of the subsidiaries have been adjusted when necessary in order to comply with the Group's accounting policies.

Transaction elimination through consolidation

Intra-group balances and transactions are eliminated in the preparation of the consolidated accounts.

c) Reclassification

Certain amounts in the prior year consolidated accounts have been reclassified to conform to the current year consolidated accounts' presentation. These reclassifications had no effect in the prior year profit and loss account.

d) Foreign exchange

Foreign subsidiaries

Profit and loss transactions in foreign subsidiaries are translated into NOK at the average rate for the year. Balance sheet items in foreign subsidiaries are translated into NOK using the exchange rate at balance sheet date. Foreign exchange differences arising on conversion of foreign subsidiaries are recorded directly in the currency translation reserve.

Foreign currency

Income and expenditure in foreign currency are converted into NOK on the dates the transactions occur. Non-monetary items in foreign currency are translated at the exchange rate applicable at balance sheet date. All other assets and liabilities expressed in a currency other than NOK are valued individually at the lower, respectively at the higher, of the value determined using the historical exchange rate and the value determined using the exchange rate prevailing at the balance sheet date. Realised gains and losses and unrealised losses in currency translations are accounted for in the Consolidated Profit and Loss account.

e) Formation expenses

Formation expenses are expensed as incurred.

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts
as at 31 December 2023 (continued)

2. Significant accounting policies and valuation methods (Continued)

f) Intangible assets

Intangible assets are valued at purchase price, including the expenses directly related to the acquisition or at production cost, less accumulated amortisation.

Other intangible assets

Development costs are capitalised as intangible assets providing that a future economic benefit can be reliably established and the costs can be measured reliably, otherwise the costs are expensed as incurred. Capitalised development costs are amortised using the straight-line method.

The amortisation rates and methods applied are as follows:

	Rate of Amortisation	Method	Period
Costs of development	33%	Straight line	3 years
Trademarks	20%-50%	Straight line	2-5 years
Software	20%-33%	Straight line	3-5 years
Goodwill	10%-20%	Straight line	5-10 years

Where the Group companies consider the intangible assets have suffered a durable decline in value in excess of the accumulated amortisation already recognised, an additional write-down is to be accounted for. Except for the goodwill acquired, these value adjustments are reversed if the reason for which the value adjustments were made have ceased to apply.

g) Tangible assets

Tangible assets include:

Land and Buildings, Plant and Machinery, Equipment, Motor vehicles, Other fixtures and fittings tools and equipment.

Tangible assets are valued at purchase price, including expenses directly related to the acquisition or production, less accumulated depreciation written off. Costs for maintenance are expensed, whereas improvement costs are capitalised as part of the acquisition cost of the asset and depreciated over the remaining life of the related asset.

All direct and indirect costs related to construction of tangible assets, prior to its completion are capitalised as construction in progress and transferred to the relevant tangible asset class on completion.

Tangible assets are depreciated over their expected useful economic lives. At the end of each financial year, the difference between the lower recoverable value of the tangible asset and the carrying value of the tangible asset is recognised as a value adjustment, which is included as an expense in the current period. The value adjustment is reversed if the reasons for which the value adjustment was made ceased to apply. The recoverable amount is the greater of the net realisable value and the value in use. In assessing the value in use, the discounted estimated future cash flows of the asset is used.

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts
as at 31 December 2023 (continued)

2. Significant accounting policies and valuation methods (Continued)

g) Tangible assets (continued)

Depreciation rates and methods are as follows:

	Rate of depreciation	Method	Period
Buildings	6%-20%	Straight line	5-17 years
Plant and Machinery	20%-33 %	Straight line	3-5 years
Other fixtures and fittings, tools and equipment	20%-33 %	Straight line	3-5 years
Land is not depreciated.			

h) Financial assets

Investments in held by virtue of participating interests

Where the Group owns between 25% -50% of the shares, the investment in associated undertakings are accounted for using the equity accounting method and are initially recognised at cost. The Group's share of its associated undertakings' post-acquisition profit or loss is recognised in the consolidated profit and loss account. Dividends received or receivable from associated undertakings are recognised as a reduction in the carrying amount of the investment. When the Group's share of the losses in an associated undertaking equals or exceeds its interest, the Group does not further recognise any further losses. Investments in associated undertakings are included in investment held as financial assets.

Investments held as fixed assets

Investments held as fixed assets are initially recognised at acquisition price excluding charges related to the acquisition, which are expensed as incurred. These investments are subsequently valued at cost unless, in the opinion of the Board of Directors, a permanent diminution in their value has occurred.

i) Inventories

Raw materials are valued at the lower of the purchase price or market value on a First-In First-Out (FIFO) basis.

Finished goods and work in progress are valued at the lower of production cost on a FIFO basis, including the purchase price of raw materials, consumables, and the costs directly and indirectly attributable to the production of the finished goods and the net selling price. The net selling price is the estimated selling price on the normal course of business, less the estimated completion, marketing and distribution costs.

Obsolete and slow-moving inventory are identified and assessed on an annual basis. Inventory items that have become obsolete and not possible to sell are scrapped and written off at the end of the financial year. The carrying value of slow-moving inventory items are written down by approximately one-third each year.

j) Debtors

Trade debtors and other debtors are valued at their nominal value less value adjustments for doubtful amounts. The value adjustments for doubtful amounts are based on the individual assessments of receivables. A general provision is made against the remaining receivables based on past experience.

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts
as at 31 December 2023 (continued)

2. Significant accounting policies and valuation methods (Continued)

k) Investments held as current assets

Investments held as current assets are initially recognised at purchase price including the expenses incidental thereto and are subsequently carried at the lower of cost or market value.

l) Cash at bank

Cash at bank includes cash on hand and short-term deposits that are highly liquid with original maturities of less than three months.

m) Prepayments

Prepayments refer to expenses recorded before the period end and related to future periods.

n) Creditors

Creditors are valued at their nominal value.

o) Revenue recognition

Revenue is recognised when the delivery has taken place, and the Group has transferred to the buyer the significant risks and rewards of ownership of the goods.

Revenue from sale services and long-term manufacturing projects are recognised in the Consolidated Profit and Loss account according to the project's level of completion provided the outcome of the transaction can be estimated reliably. Progress is measured as the number of hours spent compared to the total number of hours estimated for completion. When the outcome of the transaction cannot be estimated reliably, only revenue equal to the project costs will be recognised in the Consolidated Profit and Loss account as revenue.

The total estimated loss on a contract will be recognised in the Consolidated Profit and Loss account during the period when it is identified that the project will generate a loss.

p) Income tax

Income tax expense represents the tax charged and changes to deferred taxation for Group companies which provide for deferred taxation. The deferred tax assets / liabilities are calculated on all the differences between the carrying value and tax values of the assets and liabilities. The deferred tax is calculated at a rate of twenty two percent for Norway and Sweden of the temporary timing differences, and the tax effect of the tax losses are carried forward. Deferred tax assets are accounted for in the balance sheet when the possibility exists that the assets will be utilised. Taxes payable and deferred taxes are recognised directly in equity to the extent that they relate to equity transactions.

q) Pension plans

The subsidiaries of the Group provide for pension plans, which are governed by the laws in the country in which the subsidiary is operating. One of the Group's subsidiaries provides for an additional defined pension benefit plan, which covers 168 of its employees. A fixed percentage of the employees' salaries is paid into the pension plan each year and related expense is charged to the consolidated profit and loss account. The board members elected by the employees are also covered by the Company's pension plan.

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts
as at 31 December 2023 (continued)

2. Significant accounting policies and valuation methods (Continued)

q) Pension plans (continued)

The defined benefit plan is valued at the present value of the future accrued benefit obligations at the balance sheet date. The pension plan assets are valued at fair value and deducted from net pension liabilities in the balance sheet and is included in other debtors payable after more than one year. Changes in the pension obligations due to changes in the pension plan are recognised over the estimated average remaining service period. The accumulated effect of the changes in estimates and the financial and actuarial assumptions (actuarial gains or losses) that is less than 10% of the higher of the defined benefit pension obligations and the pension plan assets at the beginning of the year is not recognised. When the accumulated effect is above 10%, the excess amount is recognised in the consolidated profit and loss over the estimated average remaining service period. The net pension cost is included in staff costs.

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts as at
31 December 2023 (continued)

3. Intangible assets

Movements for the year 2023 are as follows:

	Costs of Development	Concessions, patents, licenses, trademarks and similar rights assets	Goodwill acquired for valuable consideration	Total
	NOK	NOK	NOK	NOK
Gross book value - opening balance	8,313,700	20,457,039	343,120,174	371,890,913
Additions for the year	-	9,281	-	9,281
Disposals for the year	-	-	-	-
Transfer	129,126,671	-	-	129,126,671
Reclassifications	-	-	-	-
Foreign exchange difference	103,822	198,650	-	302,472
Gross book value - closing balance	<u>137,544,193</u>	<u>20,664,970</u>	<u>343,120,174</u>	<u>501,329,337</u>
Accumulated value adjustments - opening balance	7,800,668	20,340,581	304,706,925	332,848,174
Allocations for the year	2,292,828	92,424	7,812,960	10,198,212
Disposals for the year	-	-	-	-
Reclassifications	-	-	-	-
Foreign exchange difference	86,144	197,257	-	283,401
Accumulated value adjustments - closing balance	<u>10,179,640</u>	<u>20,630,262</u>	<u>312,519,885</u>	<u>343,329,787</u>
Net book value closing	<u>127,364,553</u>	<u>34,708</u>	<u>30,600,289</u>	<u>157,999,550</u>
Net book value opening	<u>513,032</u>	<u>116,458</u>	<u>38,413,249</u>	<u>39,042,739</u>

During the year, one of the Group subsidiaries reclassified costs relating to completed projects, which were previously included in plant and machinery, to costs of development. These costs relate to the development costs incurred on completed projects. At 31 December 2023, NOK 3,193,188 of costs relating to projects not completed were included in plant and machinery. At the end of the current financial year, no intangible assets had a lower recoverable amount than its carrying amount. Therefore, no value adjustment other than the regular depreciation has been made.

Movements for the year 2022 are as follows:

	Costs of Development	Concessions, patents, licenses, trademarks and similar rights assets	Goodwill acquired for valuable consideration	Total
	NOK	NOK	NOK	NOK
Gross book value - opening balance	51,493,401	21,112,212	343,120,174	415,725,787
Additions for the year	38,320,875	121,654	-	38,442,529
Disposals for the year	-	(590,366)	-	(590,366)
Transfer	(81,457,262)	-	-	(81,457,262)
Reclassifications	-	(214,662)	-	(214,662)
Foreign exchange difference	(43,314)	28,201	-	(15,113)
Gross book value - closing balance	<u>8,313,700</u>	<u>20,457,039</u>	<u>343,120,174</u>	<u>371,890,913</u>
Accumulated value adjustments - opening balance	7,799,412	21,010,691	296,442,981	325,253,084
Allocations for the year	44,570	107,126	8,263,944	8,415,640
Disposals for the year	-	(590,366)	-	(590,366)
Reclassifications	-	(214,662)	-	(214,662)
Foreign exchange difference	(43,314)	27,792	-	(15,522)
Accumulated value adjustments - closing balance	<u>7,800,668</u>	<u>20,340,581</u>	<u>304,706,925</u>	<u>332,848,174</u>
Net book value closing	<u>513,032</u>	<u>116,458</u>	<u>38,413,249</u>	<u>39,042,739</u>
Net book value opening	<u>43,693,989</u>	<u>101,521</u>	<u>46,677,193</u>	<u>90,472,703</u>

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts as at
31 December 2023 (continued)

4. Tangible assets

Movements for the year 2023 are as follows:

	Land and buildings	Plant and machinery	Other fixtures and fittings, tools and equipment	Total
	NOK	NOK	NOK	NOK
Gross book value - opening balance	85,543,746	274,252,181	142,347,010	502,142,937
Additions for the year	-	43,348,868	10,839,245	54,188,113
Disposals for the year	-	(23,860,347)	(1,789,756)	(25,650,103)
Transfers	-	(114,872,148)	(14,254,523)	(129,126,671)
Reclassifications	-	-	-	-
Foreign exchange differences	1,939,032	2,672,409	908,816	5,520,257
Gross book value - closing balance	<u>87,482,778</u>	<u>181,540,963</u>	<u>138,050,792</u>	<u>407,074,533</u>
Accumulated value adjustments - opening balance	64,247,100	117,725,568	98,356,554	280,329,222
Allocations for the year	1,729,220	7,447,346	9,350,799	18,527,365
Disposals for the year	-	(20,980,347)	(1,688,690)	(22,669,037)
Reclassifications	-	-	-	-
Foreign exchange differences	1,675,842	2,327,432	828,797	4,832,071
Accumulated value adjustments - closing balance	<u>67,652,162</u>	<u>106,519,999</u>	<u>106,847,460</u>	<u>281,019,621</u>
Net book value closing	<u>19,830,616</u>	<u>75,020,964</u>	<u>31,203,332</u>	<u>126,054,912</u>
Net book value opening	<u>21,296,646</u>	<u>156,526,613</u>	<u>43,990,456</u>	<u>221,813,715</u>

Additions during the year were mainly composed of improvements and expansions undertaken in the Group's production facility in China and Norway.

At the end of the current financial year, no tangible assets had a lower recoverable amount than its carrying amount. Therefore, no value adjustments other than the regular depreciation has been made.

Movements for the year 2022 are as follows:

	Land and buildings	Plant and machinery	Other fixtures and fittings tools and equipment	Total
	NOK	NOK	NOK	NOK
Gross book value - opening balance	71,882,965	178,806,303	130,229,162	380,918,430
Additions for the year	15,139,144	13,782,948	17,264,087	46,186,179
Disposals for the year	(475,662)	(3,333,546)	(1,291,619)	(5,100,827)
Transfers	-	86,105,261	(4,647,999)	81,457,262
Reclassifications	-	-	(1,404,887)	(1,404,887)
Foreign exchange differences	(1,002,701)	(1,108,785)	2,198,266	86,780
Gross book value - closing balance	<u>85,543,746</u>	<u>274,252,181</u>	<u>142,347,010</u>	<u>502,142,937</u>
Accumulated value adjustments - opening balance	64,141,289	117,335,023	89,216,761	270,693,073
Allocations for the year	1,447,187	4,134,512	10,132,973	15,714,672
Disposals for the year	(475,662)	(2,623,165)	(1,159,542)	(4,258,369)
Reclassifications	-	-	(1,404,887)	(1,404,887)
Foreign exchange differences	(865,714)	(1,120,802)	1,571,249	(415,267)
Accumulated value adjustments - closing balance	<u>64,247,100</u>	<u>117,725,568</u>	<u>98,356,554</u>	<u>280,329,222</u>
Net book value closing	<u>21,296,646</u>	<u>156,526,613</u>	<u>43,990,456</u>	<u>221,813,715</u>
Net book value opening	<u>7,741,676</u>	<u>61,471,280</u>	<u>41,012,401</u>	<u>110,225,357</u>

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts as at
31 December 2023 (continued)

5. Participating interests

Movements for the year 2023 are as follows:

	2023 NOK	2022 NOK
Gross book value		
Opening balance	10,144,415	10,144,415
Transfer to securities held as fixed assets	(1,000,000)	-
Closing balance	9,144,415	10,144,415
Share of profits/(losses) opening balance	(3,518,149)	(304,676)
Allocation for the year	(418,721)	(3,213,473)
Derecognition of share in profit/(losses)	3,258,327	-
Share of profit/(losses) closing balance	(678,543)	(3,518,149)
Net book value closing	8,465,872	6,626,266

Shares in associated undertakings comprise the following:

2023

Name	% Ownership	Last balance sheet date (Unaudited)	Net equity at the balance sheet date of the company	Profit or loss for the financial year
Work AS Pilestredet 75C, 0354 Oslo, Norway	50%	31/12/2023	6,730,348	(837,442)

2022

Name	% Ownership	Balance sheet date	Net equity at the balance sheet date of the company	Profit or loss for the financial year
Reserve AS Pilestredet 75C, 0354 Oslo, Norway	50%	31/12/2022	10,456,488	(11,473)
More Work AS Pilestredet 75C, 0354 Oslo, Norway	36.60%	31/12/2022	2,805,598	(13,232)
Work AS Pilestredet 75C, 0354 Oslo, Norway	50%	31/12/2022	1,004,441	(1,419,123)

6. Investments held as fixed assets

	2023 NOK	2022 NOK
Movements for the year 2023 are as follows:		
Gross book value - opening balance	9,000	9,000
Disposal during the year	(9,000)	-
Transfer from participating interest	1,000,000	-
Addition during the year	720,615	-
Gross book value - closing balance	1,720,615	9,000

DEFA INTERNATIONAL S.A.
Société Anonyme
Notes to the Consolidated accounts as at
31 December 2023 (continued)

7. Deferred tax assets

Deferred tax assets is comprised of the following temporary timing differences:	2023	2022
Difference in depreciation method	2,687,936	(4,354,881)
Pension fund receivable	-	437,224
Difference in inventories valuation	(12,503,166)	(7,984,156)
Not taxable gain / loss on sale of fixed assets	28,116	35,145
Not deductible provisions	(2,377,570)	(4,927,570)
Intergroup contributions	-	4,000,000
Annual result (deficit)	-	(18,364,734)
Base for computing deferred taxation	<u>(12,164,684)</u>	<u>(31,158,972)</u>
Deferred tax assets	<u>2,667,127</u>	<u>6,883,414</u>

8. Transferable securities

Transferable securities consist of the following:

	2023	2022
	NOK	NOK
Short-term commercial paper	13,400,000	24,500,000
Listed securities	<u>167,207,549</u>	<u>112,591,158</u>
	<u>180,607,549</u>	<u>137,091,158</u>

Market values of the above investments as at 31 December 2023 and 31 December 2022:

	2023	2022
	NOK	NOK
Short-term commercial paper	13,400,000	24,500,000
Listed securities	<u>238,886,743</u>	<u>123,631,260</u>
	<u>252,286,743</u>	<u>148,131,260</u>

A value adjustment of NOK 7,100,786 (2022: 25,089,269) has been made against the carrying cost of investments in listed securities, and NOK 3,969 (2022: NOK 14,876) on investments in commercial papers.

9. Subscribed capital

		2023
		NOK
Issued and fully paid shares with no par value	1,000 shares	<u>6,368,800</u>
Upon incorporation:	1,000 shares	<u>6,368,800</u>

Following the extraordinary shareholders' meeting held on 4 July 2008, the Company converted the issued share capital of EUR 800,000 into NOK 6,368,800 with retroactive effect to 1 January 2008, without changing the number of shares in issue (1,000 shares with no par value). During 2022, there was no change in the subscribed capital.

10. Legal reserve

In accordance with Luxembourg company law, the Company is required to appropriate a minimum of 5% of the profit for the year to a legal reserve until such reserve equals 10% of the issued share capital. In addition, one of the Group Companies is required to transfer 10% of the profit for the year to a legal reserve until such reserve equals 50% of the issued capital. These reserves are not available for distribution.

There were no transfer to the legal reserve during the year.

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11. Currency translation reserve

	2023 NOK	2022 NOK
Opening balance	28,701,922	23,538,950
Movement for the year	10,978,071	5,162,972
	<u>39,679,993</u>	<u>28,701,922</u>

Movement in currency translation reserve is due to foreign subsidiaries reporting in currencies other than NOK.

12. Profit or loss brought forward

	2023 NOK	2022 NOK
Balance carried forward	639,176,362	593,595,689
Allocation of previous year profit	1,341,265	45,580,673
Balance brought forward	<u>640,517,627</u>	<u>639,176,362</u>

13. Other tax provisions

Other tax provisions comprise of a tax reserve created by DEFA AB, a Group subsidiaries based on the provisions of the tax regulations in the jurisdiction where the subsidiary operates. This reserve may be maintained for a maximum period of six years. The utilisation of the reserve is dependent on meeting certain requirements as provided for by the tax regulations.

In 2022, DEFA AB utilised NOK 2,297,151 of this reserve to reduce the the loss for year, which is accordance with the Swedish tax regulations. Tax reserves have been fully utilized in that year.

**14. Amounts due to credit institutions
- due and payable after more than one year**

	2023 NOK	2022 NOK
	<u>115,000,000</u>	<u>115,000,000</u>

In 2022, a Group entity obtained a loan of NOK 115 million from a financial institution. This loan is repayable within 5 years with no repayments due in the next two years, and subject to the 3-month NIBOR + 1.65%.

15. Net Turnover

	2023 NOK	2022 NOK
Categories of activities:		
Lighting products	185,859,330	180,001,785
Security, automotive products	451,110,261	434,870,448
E-Mobility	373,225,696	361,189,138
	<u>1,010,195,287</u>	<u>976,061,371</u>
Geographical markets		
Europe and rest of the world excluding North America	933,992,327	927,568,481
North America - USA and Canada	76,202,960	48,492,890
	<u>1,010,195,287</u>	<u>976,061,371</u>

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16. Other external expenses

This caption includes maintenance and repairs expenses, utilities charges, freight charges, consultancy fees, marketing fees, public relation expenses, legal fees, audit fee, tax consultancy fees, temporary personnel, insurance charges and travelling expenses.

In 2022, the Group appointed ECOVIS IFG Audit S.A. as consolidation auditor, commencing the audit for the 2022 consolidation accounts.

The fees billed to the Group by ECOVIS IFG Audit S.A. for the year are as follows:

	2023	2022
	NOK	NOK
Audit fees	815,336	783,101
Total auditors remuneration	<u>815,336</u>	<u>783,101</u>

17. Staff costs

	2023	2022
	NOK	NOK
The split of the average number of staff for the year is the following:		
Management	35	33
Executives	26	23
Other staff	344	366
	<u>405</u>	<u>422</u>

18. Value adjustments in respect of current assets

Value adjustments in respect of current assets represent scrapping and write-off of obsolete and slow-moving non-sellable stock.

19. Other operating expenses

Other operating expenses represent the Board of Directors remuneration for NOK 20,000 (2022: NOK 282,486). There are no other loans, advances and guarantees allocated to Board members other than those disclosed in Note 26.

20. Income from other investments and loans forming part of the fixed assets

	2023	2022
	NOK	NOK
Interest on short-term commercial paper	538,551	966,444
Dividend income	3,733,708	4,351,992
Other income from transferable securities	2,261,731	12,293,792
Gain on sale of investments forming part of fixed assets	110,238	-
	<u>6,644,228</u>	<u>17,612,228</u>

21. Other interest receivable and other similar income

	2023	2022
	NOK	NOK
Interest income	3,851,607	1,166,326
Foreign exchange gain	33,255,245	22,277,521
	<u>37,106,852</u>	<u>23,443,847</u>

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22. Value adjustments in respect of financial assets and of investments held as current assets

	2023 NOK	2022 NOK
Reversal of prior period value adjustments	(18,001,132)	-
Value adjustments	3,969	25,104,145
	<u>(17,997,163)</u>	<u>25,104,145</u>

23. Other interest and similar expenses

	2023 NOK	2022 NOK
Interest and bank charges	9,505,175	3,070,459
Foreign exchange loss and other similar charges	33,667,047	22,786,311
Loss on sale of transferable securities	17,734,738	308,386
	<u>60,906,960</u>	<u>26,165,156</u>

24. Tax on profit or loss

	2023 NOK	2022 NOK
Tax on profit or loss can be analysed as follows:		
Current income taxes	15,182,047	12,095,730
Deferred taxes	4,185,537	(4,542,062)
Tax impact on merger and demerger	(728,795)	(880,000)
Total	<u>18,638,789</u>	<u>6,673,668</u>

25. Other taxes not shown under tax on profit or loss

	2023 NOK	2022 NOK
Net wealth tax	101,110	263,747
Withholding tax	442,176	-
Finance tax	120,291	-
	<u>663,577</u>	<u>263,747</u>

26. Related parties

In 2021, a Group Company granted a short-term interest-bearing loan to a related party in the amount of NOK 1,500,000, this loan and the accrued interest were repaid during the year.

27. Contingent liabilities and commitments

The Parent Company has pledged in favour of a bank of EUR 9,875 or NOK 110,836, to secure a rental guarantee issued by the bank in favour of the landlord. The Group has no other contingent liabilities and off-balance sheet commitments as at 31 December 2023.

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28. Consolidation scope

	2023	2022
	Ownership	Ownership
The following subsidiaries are included in the consolidated accounts:		
DEFA Industrial Group S.A.	100%	100%
146, avenue Gaston Diderich, L-1420, Luxembourg		
DEFA Technology (Wuxi) Co. Ltd	100%	100%
No.11 XiKun Road, 83 - C Block		
Wuxi national Hi-Tech Development Zone		
Wuxi, Jiangsu Province, China , 214 028		
DEFA AS	100%	100%
Blingsmovegen 30, 3540 Nesbyen, Norway		
DEFA AB	100%	100%
Södra Kvistoftavägen 4, 261 62 Glumsloev, Sweden		
DEFA Lighting AB	100%	-
Södra Kvistoftavägen 4, 261 62 Glumsloev, Sweden		
CloudCharge AB	100%	-
Södra Kvistoftavägen 4, 261 62 Glumsloev, Sweden		
Fastighetsbolaget Södra Kvistoftavägen 4 AB	100%	100%
Södra Kvistoftavägen 4, 261 62 Glumsloev, Sweden		
DEFA OY	100%	100%
Tähtäinkuja 2, 01530, Vantaa ,Finland		
DEFA North- America Inc	100%	100%
95 Foundry Street, Suite 300, Moncton, New Brunswick,		
Canada, EIC 5HH7		
DEFA Germany GmbH	100%	100%
Friedrichstrasse 15, 70174 Stuttgart, Germany		
DEFA UK Ltd	100%	100%
Hill House, 1 Little New Street, London London EC4A 3TR , United Kingdom		
DEFA Energy Control AS**	100%	100%
Slependveien 108, 1396 Billingstad, Norway		
DEFA Lighting AS*		
Slependveien 108, 1396 Billingstad, Norway		
DEFA Voyager AS	100%	100%
Slependveien 108, 1396 Billingstad, Norway		
DEFA Endeavour AS	100%	100%
Slependveien 108, 1396 Billingstad, Norway		

*During the year, DEFA AS demerged a segment of its business and incorporated DEFA Lighting AS as a separate entity.

**In 2022, DEFA AS demerged a segment of its business and incorporated DEFA Energy Control AS as a separate entity.