

2023 Annual report

Directors' report

Annual accounts

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Board of Directors' report 2023- Foxway AS

Nature and location of the business

The company's business involves the online retail sale of electronic equipment and consultancy services. The business is run from Sandefjord, where the company also keeps its stock. All our sales are transacted via our website and account managers.

Going concern

In accordance with Section 3(3) of the Norwegian Accounting Act, it is confirmed that the going concern assumption applies and has been used as a basis for preparing the accounts.

Future development

The company has achieved two very strong years in terms of revenue in 2022 and 2023, in the wake of the setback caused by the coronavirus in 2020 and 2021. The merger in 2022 between Foxway AS and Greentech AS/Alternativ Data AS, involved in the sale of new and used IT equipment, respectively, has turned out to be a very good match.

The merger has helped increase the focus on reuse throughout the Norwegian organization and provides us with opportunities to offer a wide range of services and options to our customers. Foxway AS is now well equipped for the future. Early 2024 is showing a high level of activity in the company, and we expect continued positive development and growth through 2024.

Presentation of the annual accounts

The company is not exposed to specific factors that affect the business beyond what is normal for a business in this sector. The company's turnover is particularly affected by the general economic cycles in society, but 2023 has been a very strong year with no external adverse impact.

Turnover in Foxway AS rose from NOK 725 million in 2022 to NOK 778 million in 2023. This marks a rise of 7.3%. The annual result has gone from a NOK 15.5 million loss in 2022 to a NOK 28.9 million loss in 2023. However, the result for the year has been strongly affected by depreciation items of NOK 39.6 million, including NOK 31.6 million as amortization of goodwill from acquisitions of other companies. The company's EBITDA has fallen from NOK 34.4 million in 2022 to NOK 25 million in 2023. As of 31.12.23, its inventory has reduced by NOK 37.4 million compared to 31.12.22. As of 31.12.2023, total inventory value is NOK 58.3 million.

Total cash flow from operations was NOK 61.5 million, while the loss before tax amounted to NOK 28.1 million. This difference is due to changes in inventories, accounts receivable, and accounts payable, group contribution received, as well as to ordinary depreciation and an increase in other time limits.

The company's cash position was NOK 23.7 million as of 31.12.2023. The company has a stable customer base and considers the risk of significant losses to customers to be low, given the company's size and turnover level. As of 31.12.2023, current liabilities amounted to 100% of total debt, just as was the case 31.12.2022.

At the end of the year, total capital amounted to NOK 375.5 million, compared to NOK 536.7 million the previous year. The equity ratio as of 31.12.2023 is 48.7%, compared to 39.4% as of 31.12.2022.

Financial risk

Overview of objective and strategy

The company is exposed to financial risk in certain areas, primarily interest rate risk. The objective is to reduce financial risk as far as possible. The company's current strategy does not include the use of financial instruments, but this is subject to ongoing assessment by the Board.

Market risk

The company is exposed to changes in interest rates, as the company's debt has a variable interest rate. Furthermore, changes in interest rates may affect investment opportunities in future periods. Changes in exchange rates entail, both directly and indirectly, financial risk for the company through purchases and sales from abroad.

Credit risk

The risk of losses on receivables is considered to be relatively low given the size of the company's turnover.

Liquidity risk

The company considers the company's liquidity to be acceptable. We are increasingly focusing on the size of the company's stock compared to the need to have sufficient goods in stock, while, at the same time, having a greater focus on the related payment terms with our suppliers. The company also has a strong group behind it if capital is required during growth periods.

Working environment, equality, and discrimination

In our opinion, the working environment and general well-being in the workplace are good, and no measures have been required to improve the environment. However, we regularly hold small-scale and major social gatherings and events to make our employees feel as happy as possible. Sickness absence accounts for about 5.6% of total working hours a year. The rate of short-term sickness absence has been low and satisfactory. Appraisals have been carried out for all employees during the year. There have been no reports of injuries or accidents in the workplace.

Active efforts to promote gender equality and diversity

Foxway AS is committed to promoting equality and preventing discrimination in accordance with Norwegian law, see in particular Section 26 of the Equality and Anti-Discrimination Act. As a responsible employer, we have integrated these values into our daily operations and strategic plans. We work actively, purposefully, and systematically to ensure an inclusive work environment where all employees, regardless of gender, ethnicity, religion, disability, sexual orientation or age, have equal opportunities.

Our actions and results

Over the past year, we have implemented several measures to promote gender equality and prevent discrimination:

- **Recruitment:** We have reviewed and improved our recruitment processes to ensure that they are fair and inclusive for all applicants. We place particular emphasis on gender equality and gender discrimination when we hire new employees. In 2023, we hired an HR employee who works on this 100%.
- **Gender discrimination:** We actively work at maintaining a high proportion of women in the company, encouraging women to apply for positions, even though we are in a male-dominated industry.
- **Salary review:** We conduct annual salary reviews to ensure that there are no unfair pay differentials based on gender or other grounds for discrimination.
- **Working environment:** We work continuously to improve the working environment based on employee surveys that are carried out twice a year. Managers actively respond to feedback to ensure a sense of well-being and inclusion for all employees.
- **Skills development:** We actively work on skills development in the company and want all employees at the same position level to have the same opportunities for skills development and career opportunities.

The company aims to be a workplace that ensures complete equality between women and men, and it has devised a policy that aims to ensure no occurrence of discrimination based on gender. There have been no known cases of discrimination based on gender in 2023.

In 2023, the company had an average total of 85 employees: 37 women and 48 men.

The Board is made up of a total of 2 people as of 31.12.2023, of which 0 are women and 2 are men. Throughout the year, the company had 4 employees on parental leave, of which 0 were women and 4 men. A total of 183 days' leave have been taken in 2023. The company had no temporary employees or employees in part-time positions in 2023. Therefore, there are no cases where an employee involuntarily holds part-time positions.

Gender balance

The company has a satisfactory gender balance, with 44 percent women and 56 percent men in the company, given the fact that the industry is fairly male-dominated.

Salary survey

Average annual salary in 2023 by gender:

Women	37
Men	48

Position level	Gender	Average salary 2023
Position level 1 (director/management team)	Male	NOK 1,204,858
	Female	N/A
Position level 2 (manager/employee with major responsibility)	Male	NOK 817,115
	Female	NOK 865,006
Position level 3 (senior employee/more independent position)	Male	NOK 588,431
	Female	NOK 617,663
Position level 4 (employee/entry-level grade)	Male	NOK 429,367
	Female	NOK 435,738

We endeavor to ensure that all employees in the same position and with the same level of knowledge receive equal pay regardless of their gender. In all categories where there are both men and women, it is women who have the highest average salary. For position level 4, the salary level is approximately the same. For both position levels 2 and 3, women earn NOK 47,891 and NOK 29,232 more, respectively, than men. But, in this instance, there is much greater variation in different positions and experiences than what is found in position level 4. If we look at the details behind the figures, we have no wage discrimination against either men or women for equal positions/level of experience. In the case of the top category, there are only men in the management team employed in Foxway AS, but the company is part of a Nordic organization with a Nordic management team, which includes female members. We would like to see more Norwegian women in the management team, and we will focus on this when we need to make changes in the management team.

Statement pursuant to the Norwegian Transparency Act

The company is required to publish a statement detailing the due diligence assessments carried out, pursuant to the Norwegian Transparency Act, which entered into force in Norway on 1 July 2022. The 2023 statement will be published on the company's website: <https://www.foxway.com/no/baerekraft/>

Liability of the Board of Directors

The company has not taken out insurance for the members of the Board of directors and the managing director for their possible liability toward the company and any third parties.

External environment

The company's focus on the environment is very important and the entire group is actively working at exerting as little environmental impact as possible. The company does not produce any direct pollution or emissions that can be harmful to the external environment.

Profit/loss for the year and allocations

The Board of Directors proposes the following allocation of the annual result in Foxway AS:

Other equity	-	NOK 28,934,096
Total allocated	-	NOK 28,934,096

Sandefjord, 24 May 2024

Steinar Aune
Managing Director

Claes Martin Hedayat Roos Backman
Chair of Board

Erik Axel Urban Odelind
Member of the Board

Income statement

	Note	2023	2022
Operating income			
Sales income	2,3	777,949,340	725,015,392
Other operating income		76,916	25,634
Total operating income		<u>778,026,256</u>	<u>725,041,026</u>
Operating expenses			
Cost of goods sold		644,365,091	592,613,738
Payroll expenses	4	61,999,654	54,003,092
Depreciation	5,6	39,571,805	36,636,167
Other operating expenses	4, 7, 8	46,739,179	44,067,539
Total operating expenses		<u>792,675,729</u>	<u>727,320,536</u>
Operating profit/loss		<u>-14,649,473</u>	<u>-2,279,510</u>
Financial income and expenses			
Income from investments in subsidiary and associated company		23,660	0
Interest income from companies in the same group		7,050	0
Other financial income	9, 10	30,303,477	23,656,340
Interest expenses for companies in the same group		7,736,226	2,065,885
Other financial expenses	9, 10	36,131,993	30,202,089
Net financial items		<u>-13,534,032</u>	<u>-8,611,634</u>
Ordinary profit/loss before tax		<u>-28,183,505</u>	<u>-10,891,144</u>
Tax on ordinary profit/loss	11	750,591	4,577,505
Net profit/loss		<u>-28,934,096</u>	<u>-15,468,694</u>
Transfers and allocations			
Transfer from capital surplus	12	<u>-28,934,096</u>	<u>-15,468,694</u>

Foxway AS

Balance sheet as of 31 December

	Note	2023	2022
Fixed assets			
<i>Intangible assets</i>			
Research and Development	6	0	1,736,754
Concessions, patents, licenses, trademarks	6	3,638,836	5,380,473
Deferred tax assets	11	2,305,204	3,055,795
Goodwill	6	168,462,002	200,080,946
Total intangible assets		<u>174,406,042</u>	<u>210,253,968</u>
<i>Tangible assets</i>			
Land, buildings, and other real estate	5	3,386,497	2,493,219
Machinery and plant	5	1,625,089	611,486
Fixtures, fittings, tools, office equipment, etc.	5	2,832,914	3,783,657
Total tangible assets		<u>7,844,500</u>	<u>6,888,362</u>
<i>Financial assets</i>			
Investments in subsidiary	13	1,655,878	1,655,878
Total fixed assets		<u>183,906,420</u>	<u>218,798,208</u>
Current assets			
Inventories	15, 16	<u>58,316,808</u>	<u>95,658,037</u>
<i>Receivables</i>			
Accounts receivable	7, 16	89,262,411	190,927,331
Other receivables	14, 16	20,327,690	17,162,581
Total receivables		<u>109,590,101</u>	<u>208,089,912</u>
Bank deposits, cash, etc.	17	<u>23,699,086</u>	<u>14,166,548</u>
Total current assets		<u>191,605,995</u>	<u>317,914,497</u>
Total assets		<u>375,512,415</u>	<u>536,712,705</u>

Foxway AS**Balance sheet as of 31 December**

	Note	2023	2022
Equity			
<i>Paid-in equity</i>			
Share capital	12, 18	4,109,028	4,109,028
Capital surplus	12	178,656,202	207,590,298
Total paid-in equity		<u>182,765,230</u>	<u>211,699,326</u>
Total equity		<u>182,765,230</u>	<u>211,699,326</u>
Liabilities			
<i>Current liabilities</i>			
Liabilities to financial institutions	16	0	46,241,553
Accounts payable		49,316,539	144,215,866
Public duties payable	17	5,054,774	6,770,359
Other current liabilities	14	138,375,872	127,785,608
Total current liabilities		<u>192,747,185</u>	<u>325,013,386</u>
Total liabilities		<u>192,747,185</u>	<u>325,013,386</u>
Total equity and liabilities		<u>375,512,415</u>	<u>536,712,712</u>

31 December 2023
Sandefjord, 24 May 2024

Erik Axel Urban Odelind
Member of the Board

Steinar Aune
Managing Director

Claes Martin Hedayat Roos Backman
Chair of Board

Cash flow statement

	Note	2023	2022
Cash flows provided by operating activities			
Profit/loss before tax		-28,183,505	-10,891,144
Loss on sale of fixed assets		-66,100	0
Ordinary depreciation and impairment	5,6	39,551,806	36,636,167
Change in inventories, accounts receivable, and accounts payable	14	44,106,822	-114,498,085
Change in other time limit items		6,041,777	10,252,353
Net cash flow provided by operating activities		<u>61,450,800</u>	<u>-78,500,709</u>
Cash flows provided by investment activities			
Payments made for purchase of tangible assets	5,6	-5,676,709	-5,779,011
Payments received for sale of shares in other companies		0	10,024,479
Payments made for sale of shares in other companies		0	-5,192,441
Net cash flow provided by investment activities		<u>-5,676,709</u>	<u>-946,973</u>
Cash flows provided by financing activities			
Payments received for raising new current liabilities		0	53,952,207
Net change in overdraft facilities		-46,241,553	-5,352,619
Net cash flow provided by financing activities		<u>-46,241,553</u>	<u>-48,599,588</u>
Additions with merger*	1	0	18,357,874
Net change in liquid funds during the year		9,532,538	-12,490,220
Cash and bank deposits as of 01.01		<u>14,166,548</u>	<u>26,656,768</u>
Cash and bank deposits as of 31.12		<u>23,699,086</u>	<u>14,166,548</u>

*Cash provided by the merger with Alternativ Data AS and Greentech AS.

Notes for 2023 accounts

Note 1 – Accounting principles

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

Sales income

Income from the sale of goods is recognized at the time of delivery. Income from services is recognized as they are being carried out. The share of sales income related to services to be carried out in the future is recognized in the balance sheet as unearned income at the time of the sale, and is then recognized as income as the services are being provided.

Classification and valuation of balance sheet items

Current assets and current liabilities include items due for payment within one year after the balance sheet date, as well as items related to the product cycle. Other items are classified as fixed assets/non-current liabilities.

Current assets are valued at the lower of acquisition cost and fair value. Current liabilities are recognized in the balance sheet at the nominal amount on the date when they were established.

Fixed assets are valued at acquisition cost, but are written down to fair value in the event of any impairment that is not expected to be temporary. Fixed assets with a limited economic life are depreciated according to plan. Non-current liabilities are recognized in the balance sheet at the nominal amount on the date when they were established.

Receivables

Accounts receivable and other receivables are recognized in the balance sheet at nominal value minus provision for expected losses. Provision for losses is made on the basis of individual assessments of the individual receivables. In addition, an unspecified provision is made for other accounts receivable to cover the assumed loss.

Inventories

The inventory of purchased goods is valued at the lower of acquisition cost and fair value. Acquisition cost is valued according to the FIFO principle. Manufactured finished goods and goods under manufacture are valued at full manufacturing cost. Write-downs are made for expected obsolete stock.

Currency

Money items in foreign currency are converted at the exchange rate on the balance sheet date.

Transactions in foreign currency are converted at the exchange rate applicable on the day of the transaction. Foreign exchange gains and losses as a result of settlement in foreign currency and on conversion at the exchange rate on the balance sheet date are recognized in the income statement when they arise.

Tangible assets

Tangible assets are recognized in the balance sheet and depreciated over the asset's expected economic life. Direct maintenance of fixed assets is charged on an ongoing basis under operating expenses, while additions or improvements are added to the fixed asset's cost price and depreciated along with the asset. If the recoverable amount of the fixed asset is lower than the book value, the write-down is made to the recoverable amount. The recoverable amount is the higher of the net sales value and value in use. Value in use is the current value of the future cash flows that the asset will generate.

Research and development

Expenditure on research and development is recognized in the balance sheet to the extent that a future economic benefit related to the development of an identifiable intangible asset can be identified. Otherwise, such expenses are charged on an ongoing basis. Research and development recognized in the balance sheet is depreciated on a straight-line basis over its economic life.

Foxway AS

Notes for 2023 accounts

Intangible assets

Expenses for intangible assets are recognized in the balance sheet to the extent that the criteria for recognition in the balance sheet are met. Goodwill is depreciated over its expected lifetime.

Taxes

The tax expense in the income statement includes both the tax payable for the period and changes in deferred tax. Deferred tax is calculated at 22% on the basis of the temporary differences existing between accounting and tax values, as well as the tax loss to be carried forward at the end of the financial year. Tax-increasing and tax-reducing temporary differences that are reversed or can be reversed in the same period are offset and netted. Net deferred tax assets are recognized in the balance sheet to the extent that it is likely that they can be utilized.

Cash flow statement

The cash flow statement has been prepared using the indirect method. Cash and cash equivalents include cash, bank deposits, and other short-term, liquid investments.

Use of estimates

Management has used estimates and assumptions that have affected the income statement and the valuation of assets and liabilities, as well as uncertain assets and liabilities at the balance sheet date during the preparation of the annual accounts in accordance with generally accepted accounting principles.

Notes for 2023 accounts

Note 2 – Transactions with group companies

	2023	2022
Sales to company in same group	264,579,421	254,211,547
Purchase of goods from company in same group	25,684,385	3,282,065
Management fee, licenses, and rent	7,914,417	18,320,697
Total	<u>298,178,223</u>	<u>275,814,309</u>

Note 3 – Sales income

	2023	2022
<i>By business area</i>		
Sales of goods	777,949,340	725,015,392
<i>Geographical distribution</i>		
Africa	15,650,406	14,634,577
Asia	85,033,484	74,843,366
Australia	4,322,822	7,524,613
Europe	653,058,084	536,651,296
America	19,884,544	91,361,540
	<u>777,949,340</u>	<u>725,015,392</u>

Note 4 – Salaries and payroll expenses, number of employees, employee loans, and auditor’s remuneration

<i>Salaries and payroll expenses</i>	2023	2022
Salaries	49,881,770	44,422,749
Employer’s national insurance contribution	7,903,193	6,397,175
Pension costs	3,030,728	1,939,619
Other benefits	1,183,963	1,243,549
Total	<u>61,999,654</u>	<u>54,003,092</u>

During the financial year, the company had the equivalent of 83 full-time employees in total.

Benefits for management executives

	Salary	Pension costs	Other remuneration
Managing Director	1,382,479	72,129	41,552

The company is required to have an occupational pension scheme in accordance with the Norwegian Mandatory Occupational Pensions Act. The company’s pension scheme meets the requirements under this law.

Loans and collateral to senior executives, elected representatives and shareholders, etc.

Foxway AS

Notes for 2023 accounts

Breakdown of auditor's remuneration as follows:

	2023	2022
Audit*	370,000	495,2000
Other services*	97,200	53,978
Technical preparation of annual accounts and assessment papers*	37,500	41,000

The audit's fee is exclusive of VAT

*The specified amount includes audit fees charged in the merged companies

Note 5 - Tangible assets

	Land, buildings, and other real estate	Machinery and plant, etc.	Fixtures, fittings, tools, etc.	Total
Acquisition costs as of 01.01.	2,892,431	1,348,545	17,618,244	21,859,220
Addition of purchased assets	1,333,507	1,123,300	1,184,182	3,640,989
Additions related to merger	0	0	-246,100	-246,100
Acquisition costs as of 31.12.	4,225,938	2,471,845	18,556,326	25,254,109
Acc. depreciation as of 31.12.	-833,731	-846,756	-13,754,520	-15,435,007
Acc. impairment as of 31.12.	-5,710	0	-1,968,891	-1,974,601
Book value as of 31.12.	3,386,497	1,625,089	2,832,915	7,844,501
Depreciation for the year	434,519	109,697	1,415,112	1,959,328
Impairment for the year	5,710	0	473,712	479,422
Economic life	10 years	3-5 years	3-10 years	
Depreciation plan	Straight-line	Straight-line	Straight-line	

Notes for 2023 accounts

Note 6 - Intangible assets

	Goodwill	R&D	Licenses etc.	Total
Acquisition costs as of 01.01.	252,219,228	10,374,470	11,688,169	274,281,867
Addition of purchased assets	0	0	2,035,720	2,035,720
Acquisition costs as of 31.12.	252,219,228	10,374,470	13,723,889	276,317,587
Acc. depreciation as of 31.12.	-83,757,226	-8,739,528	-9,697,560	-102,194,314
Acc. impairment as of 31.12.	0	-1,634,942	-387,492	-2,022,434
Book value as of 31.12.	168,462,002	0	3,638,837	172,100,839
Depreciation for the year	31,618,944	101,812	3,389,864	35,110,620
Impairment for the year	0	1,634,942	387,492	2,022,434
Depreciation plan	7.5-8 years Straight-line	3 years Straight-line	3 years Straight-line	

There has been goodwill in relation to the mergers with Lin Education AS in 2020 and with Greentech AS in 2022.

Goodwill per company acquisition	Book value as of 31.12	Econ. life (years)	Depreciated 2022
Lin Education AS	5,126,360	7.5	1,464,672
Greentech AS	163,335,642	8	30,154,272
	168,462,002		

Note 7 – Losses on receivables

	2023	2022
Provisions as of 01.01.	790,000	20,000
Provisions as of 31.12.	2,413,307	790,000
Change in provisions for losses on receivables	-1,623,307	-770,000

Notes for 2023 accounts

Note 8 – Lease agreements

The company leases premises and IT equipment. They are not recognized in the balance sheet as lease agreements are not considered to be finance lease agreements under generally accepted accounting principles. The agreements are handled for accounting purposes as operating lease agreements, where the lease premium is charged like other operating expenses.

		2023	2022
<i>The company has the following premises:</i>	Agreement expiry		
Lease of premises in Sandefjord	31.08.2031	5,723,396	5,690,728
 <i>Costs related to other lease agreements</i>			
Lease of IT equipment.		440,231	117,911
Lease of fittings		0	24,157
Lease of machinery and means of transport		176,293	416,542
		<u>616,524</u>	<u>558,610</u>

Note 9 – Currency

	2023	2022
Currency losses (disagio)	-32,990,427	-27,468,781
Currency gains (agio)	29,586,114	23,592,691
Total	<u>-3,404,313</u>	<u>-3,876,090</u>

Note 10 – Foreign exchange and interest rate risk

Foreign exchange risk:

Changes in exchange rates entail, both directly and indirectly, financial risk for the company through purchases and sales from abroad.

Interest rate risk:

An interest rate risk arises in the short and medium term as a result of the company's debt having a variable interest rate. No fixed interest rate agreements have been made to mitigate this risk. Changes in interest rates may affect investment opportunities in future periods.

Credit risk:

The risk of losses on receivables is considered to be low, based on the company's size. The company has not had any major losses on receivables in recent years.

Notes for 2023 accounts

Note 11 – Tax

The tax expense breakdown for the year is as follows:

	2023	2022
Change in deferred tax	750,591	4,577,505
Total expense for the year	<u>750,591</u>	<u>4,577,505</u>

Calculation of tax base for the year:

	2023	2022
Ordinary profit/loss before tax	-28,183,505	-10,891,144
Permanent differences	0	79,042
Profit contribution of DS, TS, and FKV investment	-23,660	0
Change in temporary differences	35,998,460	28,980,475
General income	<u>7,791,295</u>	<u>18,168,373</u>
Loss carried forward used	-7,791,295	-18,168,373
Tax base for the year	<u>0</u>	<u>0</u>

List of temporary differences

	2023	2022
Assets, including goodwill	164,506,287	198,889,369
Inventory	-422,468	-438,929
Outstanding receivables	-2,413,307	-790,000
Profit and loss account	34,129	42,661
Total	<u>161,704,641</u>	<u>197,703,101</u>
Accumulated loss carried forward before group contribution	-3,720,839	-11,512,134
Net temporary differences as of 31.12.	157,983,802	186,190,967
Differences not included in deferred tax/tax assets	168,462,002	200,080,946
Total	<u>-10,478,200</u>	<u>-13,889,979</u>
Deferred tax assets/deferred tax (22%)	-2,305,204	-3,055,795

Note – 12 Equity

	Share capital	Capital surplus	Total
Equity as of 01.01.	4,109,028	207,590,298	211,699,326
Net profit/loss	0	-28,934,096	-28,934,096
Equity as of 31.12.	<u>4,109,028</u>	<u>178,656,202</u>	<u>182,765,230</u>

Notes for 2023 accounts

Note 13 – Subsidiary, associated company, etc.

Company	Acquired	Office	Assets	Profit/loss 2023	Equity as of 31.12.	Book value as of 31.12.
Foxway Services AS*	21.01.2016	Stockholm	100%	15,164	289,315	1,655,878
Foxway Americas LLC*	28.11.2016	Delaware	100%	354,983	1,644,479	0
Total				370,147	1,933,794	1,655,878

* Profit/loss and equity are specified as of 31.12.2022.

Note 14 – Balances with company in the same group and associated company

<i>Receivables</i>	2023	2022
Accounts receivable	39,518,475	65,833,699
Other receivables	9,244,365	11,445,175
Total	<u>48,762,840</u>	<u>77,278,874</u>

<i>Liabilities</i>	2023	2022
Accounts payable	4,994,248	7,541,234
Other current liabilities	67,695,780	93,845,436
Total	<u>72,690,028</u>	<u>101,386,670</u>

Note 15 - Inventories

	2023	2022
Goods purchased for resale – valued at acquisition cost	57,525,359	92,733,234
Goods purchased for resale – valued at fair value	791,449	2,924,803
Total	<u>58,316,808</u>	<u>95,658,037</u>

Note 16 – Pledges and guarantees

<i>Pledged debt</i>	2023	2022
Liabilities to financial institutions	0	46,241,553

The company had an overdraft facility in 2022 with a credit limit of NOK 54,000,000, whereby the company's inventories, accounts receivable, and operating equipment are pledged as security for the overdraft facility. This agreement has been terminated in 2023.

<i>Pledged as security with book values:</i>	2022	2021
Inventories	0	95,658,037
Assets	0	6,888,362
Accounts receivable	0	190,927,331
Total	<u>0</u>	<u>293,473,730</u>

Notes for 2023 accounts

Note – 17 Bank deposits

As of 31.12., withholding taxes are NOK 1,965,235.

Note 18 – Share capital and shareholder information

The share capital is made up of:

	Number	Nominal value	Booked
Ordinary shares	97,834	42	4,109,028

List of shareholders in the company as of 31,12.:

	Ordinary shares	Assets	Voting share
Foxway AB	97,834	100%	100%

Foxway AB has a business office in Växjö in Sweden. The consolidated financial statements can be disclosed to the parent company on request.

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Steinar Aune

Managing Director

On behalf of: Foxway AS

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Erik Axel Urban Odelind

Member of the Board

On behalf of: Foxway AS

Serial number: ec7405edf7e925[...]33b075588844e

IP: 92.33.xxx.xxx

24-05-2024 12:50:47 UTC



Claes Martin Hedayat Roos Backman

Chair of Board

On behalf of: Foxway AS

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HENKA REVISJON AS

Auditing and consultancy
Member of the Norwegian Institute of Public Accountants

HENKA REVISJON AS
State Authorized Public
Accountants
Leif Weldings vei 20
NO-3208 Sandefjord

Telephone no.: +47 982 07 340
Email: henry@henka.no
Register of Business
Enterprises
Org. no. NO 914 954 010 MVA
Bank: 2480 15 33554

To the Annual General Meeting of Foxway AS

Independent auditor's report

Opinion

We have audited the annual accounts of Foxway AS, which show a loss of NOK 28,934,096. The annual accounts comprise the balance sheet as of 31 December 2023, the income statement, and cash flow statement for the financial year ended on this date, and notes to the annual accounts, including a summary of significant accounting principles applied.

In our opinion

- the annual accounts comply with current legal requirements, and
- the annual accounts give a fair view of the company's financial position as of 31 December 2023, and of its results and cash flows for the financial year ended on this date, in accordance with the regulations of the Norwegian Accounting Act and with accounting standards and practices generally accepted in Norway.

Basis for opinion

We have conducted our audit in accordance with the International Standards on Auditing (ISAs). Our responsibilities and obligations under these standards are described below in the "Auditor's responsibilities and obligations for the audit of the annual accounts" section. We are independent of the company as required by law, regulations, and the International Code of Ethics for professional Accountants (including international independence standards) issued by the International Ethics Standards Board for Accountants (IESBA rules), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors and the Chief Executive Officer (management) are responsible for the information contained in the Directors' Report. Our opinion on the annual accounts above does not cover the information in the Directors' Report.

As part of conducting our audit of the annual accounts, our responsibility is to read the Directors' Report. The purpose is to assess whether there is any material inconsistency between the Directors' Report and the annual accounts and the knowledge we have obtained during our audit of the annual accounts, or whether the information in the Directors' Report otherwise contains material misstatements. We have a duty to report if the annual report appears to contain material misstatements. We have nothing to report in this respect.

Based on the knowledge we have obtained during the audit, we believe that the Directors' Report

- is consistent with the annual accounts, and
- contains the information that must be provided in accordance with current legal requirements.



HENKA REVISJON AS

Management's responsibility for the annual accounts

Management is responsible for preparing the annual accounts and providing a fair presentation in accordance with the regulations of the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway. Management is also responsible for such internal control as they determine necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to irregularities or unintentional errors.

In preparing the annual accounts, management must assess the company's ability to continue as a going concern, disclosing matters related to going concern. The going concern basis of accounting is expected to be used in preparing the annual accounts, insofar as it is not likely that the business will cease operations.

Auditor's responsibilities and obligations for the audit of the annual accounts

Our objective is to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to irregularities or unintentional errors, 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 the ISAs will always detect a material misstatement when it exists. Misstatements can arise from irregularities or unintentional errors and are considered material if, individually or in aggregate, they could reasonably be expected to influence financial decisions made by users on the basis of these annual accounts.

For a more detailed description of what the auditor's responsibilities entail, please visit the website: <https://revisorforeningen.no/revisjonsberetninger>

Sandefjord, 24 May 2024
Henka Revisjon AS

Eivind Lea
State Authorized Public Accountant
(signed electronically)

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Eivind Lea

Partner

On behalf of: Henka Revisjon AS

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Eivind Lea

State Authorized Public Accountant

On behalf of: Henka Revisjon AS

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