

This is a translation of the Hungarian Report

Independent Auditor's Report

To the Quotaholders of BOS Automotive Products Magyarország Gyártó Bt.

Opinion

We have audited the accompanying 2024 annual financial statements of BOS Automotive Products Magyarország Gyártó Bt. (“the Company”), which comprise the balance sheet as at 31 December 2024 - showing a balance sheet total of EUR 74,765,556 and a profit after tax for the year of EUR 101,434 -, the related profit and loss account for the financial year then ended and notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements give a true and fair view of the equity and financial position of the Company as at 31 December 2024 and of the results of its operations for the financial year then ended in accordance with the Act C of 2000 on Accounting (“Hungarian Accounting Law”).

Basis for opinion

We conducted our audit in accordance with Hungarian National Auditing Standards and with applicable laws and regulations in Hungary. Our responsibilities under those standards are further described in the “Auditor’s responsibilities for the audit of the annual financial statements” section of our report.

We are independent of the Company in accordance with the applicable ethical requirements according to relevant laws in effect in Hungary and the policy of the Chamber of Hungarian Auditors on the ethical rules and disciplinary proceedings and, concerning matters not regulated by any of these, with the International Ethics Standards Board of Accountants’ (IESBA) International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Other information consists of the 2024 business report of the Company. Management is responsible for the preparation of the business report in accordance with the Hungarian Accounting Law and other relevant legal requirements, if any. Our opinion on the annual financial statements does not cover the business report.

In connection with our audit of the annual financial statements, our responsibility is to read the business report and, in doing so, consider whether the business report is materially inconsistent with the annual financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Concerning the business report it is our responsibility also, in accordance with the Hungarian Accounting Law, to consider whether the business report has been prepared in accordance with the Hungarian Accounting Law and other relevant legal requirements, if any.

In our opinion, the business report of the Company for 2024 is consistent, in all material respects, with the 2024 annual financial statements of the Company and the relevant requirements of the Hungarian Accounting Law.

Since no other legal regulations prescribe for the Company further requirements with regard to its business report, we do not express opinion in this regard.

Further to the above, based on the knowledge we have obtained about the Company and its environment in the course of the audit we are required to report whether we have identified any material misstatement in the business report, and if so, the nature of the misstatement in question. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the annual financial statements

Management is responsible for the preparation of annual financial statements that give a true and fair view in accordance with the Hungarian Accounting Law, and for such internal control as management determines is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting. Management is required to apply going concern principle unless the applicability of that principle is precluded by other provisions or there are facts

and circumstances that contradict with the continuance of the Company's business activity.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the annual financial statements

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Hungarian National Auditing Standards and with applicable laws and regulations in Hungary 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 annual financial statements.

As part of an audit in accordance with Hungarian National Auditing Standards and with applicable laws and regulations in Hungary, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial statements or, if such disclosures are

inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- ▶ Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual 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 controls of the Company that we identify during our audit.

Budapest, 10 March 2025

(The original Hungarian version has been signed.)

Varga János
Ernst & Young Kft.
1132 Budapest, Váci út 20.
Registration No. 001165

Varga János
Registered auditor
Chamber membership No.: 007319

BOS Automotive Products Magyarország Bt.

22424132-2932-117-08

Statistical identification number

08-06-002589

Company registration number

BOS Automotive Products Magyarország Gyártó Betéti Társaság

Company name

9245 Mosonszolnok, Szabadság út 33.

Corporate address

31 December 2024

Annual financial statements

Mosonszolnok, 10 March 2025

Managing Director
(representative)

22424132-2932-117-08

Statistical identification number

08-06-002589

Company
registration
number

BOS Automotive Products Magyarország Bt.

31 December 2024

BALANCE SHEET (Assets)

Figures in EUR

No.	Description	2023	Prior- year adjustment	2024
a	b	c	d	e
1	A. Fixed assets (lines 2+10+18+29)	33 399 013	0	29 105 608
2	I. INTANGIBLE ASSETS (lines 3-9)	30 504	0	12 531
3	Capitalised foundation/restructuring	0	0	0
4	Capitalised research and development	0	0	0
5	Concessions, licenses and similar rights	0	0	0
6	Trademarks, patents and similar assets	30 504	0	12 531
7	Goodwill	0	0	0
8	Advance payments for intangible assets	0	0	0
9	Value adjustment of intangible assets	0	0	0
10	II. TANGIBLE ASSETS (lines 11-17)	33 368 509	0	29 093 077
11	Land and buildings and related property rights	17 541 952	0	17 402 170
12	Plant, machinery, equipment and vehicles	14 412 911	0	10 466 328
13	Other equipment, fixtures and fittings, vehicles	677 262	0	598 107
14	Breeding stock	0	0	0
15	Assets in the course of construction	616 005	0	514 839
16	Prepayments for capital expenditures	120 379	0	111 633
17	Value adjustment of tangible assets	0	0	0
18	III. LONG-TERM FINANCIAL ASSETS (lines 19-28)	0	0	0
19	Long-term participations in related parties	0	0	0
20	Long-term loans granted to related parties	0	0	0
21	Long-term significant participating interests	0	0	0
22	Long-term loans to undertakings linked by virtue of	0	0	0
23	Other long-term investments	0	0	0
24	Long-term loans granted to other investments	0	0	0
25	Other long-term loans granted	0	0	0
26	Long-term debt securities	0	0	0
27	Value adjustment of financial investments	0	0	0
28	Valuation difference of financial investments	0	0	0
29	IV. Deferred tax assets	0	0	0

Mosonszolnok, 10 March 2025

Managing Director
(representative)

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BOS Automotive Products Magyarország Bt.

31 December 2024

Figures in EUR

BALANCE SHEET (Assets)

No.	Description	2023	Prior- year adjustment	2024
a	b	c	d	e
30	B. Current assets (lines 31+38+47+54)	58 668 887	0	43 809 251
31	I. INVENTORIES (lines 32-37)	21 061 397	0	17 954 899
32	Raw materials and consumables	17 916 587	0	15 176 417
33	Work in progress and semi-finished products	975 160	0	1 014 017
34	Animals for breeding, fattening and other livestock	0	0	0
35	Finished products	1 854 845	0	1 764 465
36	Goods	2 471	0	0
37	Advance payments for inventories	312 334	0	0
38	II. RECEIVABLES (lines 39-46)	27 982 140	0	18 821 281
39	Trade debtors	11 250 961	0	10 902 585
40	Receivables from related companies	15 596 030	0	4 739 553
41	Receivables from undertakings linked by virtue of significant participating interests	0	0	0
42	Receivables from other investments	0	0	0
43	Bills of exchange receivables	0	0	0
44	Other receivables	1 135 149	0	3 179 143
45	Valuation difference of receivables	0	0	0
46	Positive valuation difference of derivative transactions	0	0	0
47	III. SECURITIES (lines 48-53)	0	0	0
48	Participations in related companies	0	0	0
49	Significant participating interests	0	0	0
50	Other participations	0	0	0
51	Treasury shares and own participation	0	0	0
52	Marketable debt securities	0	0	0
53	Valuation difference of securities	0	0	0
54	IV. CASH AND CASH EQUIVALENTS (lines 55-56)	9 625 350	0	7 033 070
55	Cash, cheques	3 648	0	6 374
56	Bank deposits	9 621 702	0	7 026 697
57	C. Prepaid expenses and accrued income (58-60)	3 533 842	0	1 850 698
58	Accrued income	2 428 318	0	994 616
59	Prepaid expenses	1 105 524	0	856 082
60	Deferred expenses	0	0	0
61	TOTAL ASSETS (lines 1+30+57)	95 601 742	0	74 765 556

Mosonszolnok, 10 March 2025

Managing Director
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BOS Automotive Products Magyarország Bt.

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31 December 2024

BALANCE SHEET (Equity and Liabilities)

figures in EUR

No.	Description	2023	Prior adjustment	2024
a	b	c	d	e
62	D. Shareholders' equity (lines 63-72)	8 747 350	0	8 848 784
63	I. ISSUED CAPITAL	660 600	0	660 600
64	of which: treasury shares redeemed at face value	0	0	0
65	II. ISSUED CAPITAL NOT PAID (-)	0	0	0
66	III. CAPITAL RESERVE	0	0	0
67	IV. RETAINED EARNINGS	7 389 257	0	8 086 750
68	V. ALLOCATED RESERVES	0	0	0
69	VI. VALUATION RESERVE	0	0	0
70	Valuation reserve from revaluations	0	0	0
71	Valuation reserve from fair valuation	0	0	0
72	VII. PROFIT AND LOSS AFTER TAX	697 493	0	101 434
73	E. Provisions (lines 74-76)	10 926 379	0	7 846 201
74	Provisions for contingent liabilities	10 926 379	0	7 846 201
75	Provisions for future commitments	0	0	0
76	Other provisions	0	0	0
77	F. Liabilities (lines 78+83+94)	73 970 711	0	55 959 885
78	I. SUBORDINATED DEBTS (lines 79-82)	0	0	0
79	Subordinated debts to related parties	0	0	0
80	Subordinated debts to undertakings linked by virtue of significant participating interests	0	0	0
81	Subordinated debts to other investments	0	0	0
82	Subordinated debts to third parties	0	0	0
83	II. LONG-TERM LIABILITIES (lines 84-93)	15 400 000	0	15 400 000
84	Long-term borrowings	0	0	0
85	Convertible and mandatory convertible bonds	0	0	0
86	Debts from the issue of bonds	0	0	0
87	Investment and development loans	0	0	0
88	Other long-term loans	0	0	0
89	Long-term debts to related parties	15 400 000	0	15 400 000
90	Long-term debts to undertakings linked by virtue of significant participating interests	0	0	0
91	Long-term debts to other investments	0	0	0
92	Other long-term liabilities	0	0	0
93	Deferred tax liabilities	0	0	0

Mosonszolnok, 10 March 2025

Managing Director
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31 December 2024

BALANCE SHEET (Equity and Liabilities)

figures in EUR

No.	Description	2023	Prior adjustment	2024
94	III. CURRENT LIABILITIES (lines 95-106)	58 570 711	0	40 559 885
95	Short-term borrowings	0	0	0
96	of which: convertible and mandatory convertible bonds	0	0	0
97	Other short-term loans	0	0	0
98	Advance payments received from debtors	0	0	0
99	Trade creditors	16 291 456	0	11 956 446
100	Bills of exchange payable	0	0	0
101	Short-term debts to related parties	40 605 318	0	25 847 139
102	Short-term debts to undertakings linked by virtue of significant participating interests	0	0	0
103	Short-term debts to other investments	0	0	0
104	Other current liabilities	1 673 937	0	2 756 300
105	Valuation difference of liabilities	0	0	0
106	Negative valuation difference of derivative transactions	0	0	0
107	G. Accrued expenses and deferred income (lines 108-110)	1 957 302	0	2 110 686
108	Deferred income	1 027 677	0	1 015 500
109	Accrued expenses	516 422	0	709 021
110	Deferred revenue	413 203	0	386 165
111	TOTAL LIABILITIES (lines 62+73+77+107)	95 601 742	0	74 765 556

Mosonszolnok, 10 March 2025

Managing Director
(representative)

BOS Automotive Products Magyarország Bt.

22424132-2932-117-08

Statistical identification number

08-06-002589

Company registration number

31 December 2024

PROFIT AND LOSS STATEMENT

(Total cost method)

Figures in EUR

No.	Description	2023	Prior-year adjustment	2024
a	b	c	d	e
01	Domestic sales, net	3 068 597	0	4 903 997
02	Export sales, net	153 536 285	0	143 757 038
I.	Total sales, net (01+02)	156 604 882	0	148 661 035
03	Movements in self-produced inventories	727 242	0	-53 995
04	Capitalised self-manufactured assets	481 405	0	-30 237
II	Capitalised own performance (+-03+04)	1 208 647	0	-84 232
III.	Other income	7 373 874	0	5 845 520
	of which: reversed impairment	0	0	0
05	Material costs	103 820 476	0	95 007 735
06	Services used	21 831 440	0	17 125 688
07	Other services	401 469	0	358 429
08	Cost of goods sold	1 394 284	0	1 341 746
09	Provision of (consignment) services	0	0	0
IV.	Material-type expenses (05+06+07+08+09)	127 447 669	0	113 833 598
10	Payroll	16 135 204	0	16 773 659
11	Other payments to personnel	2 330 560	0	2 352 782
12	Social security and similar contributions	2 006 335	0	2 045 553
V.	Payments to personnel (10+11+12)	20 472 098	0	21 171 994
VI.	Depreciation	6 675 252	0	5 388 500
VII.	Other expenses	8 968 832	0	12 148 698
	of which: impairment	162 000	0	0
A.	OPERATING PROFIT/(LOSS) (I+II+III-IV-V-VI-VII)	1 623 552	0	1 879 533

Mosonszolnok, 10 March 2025

 Managing Director
 (representative)

BOS Automotive Products Magyarország Bt.

22424132-2932-117-0 8

Statistical identification number

08-06-002589

Company registration number

31 December 2024

PROFIT AND LOSS STATEMENT
(Total cost method)

Figures in EUR

No.	Description	2023	Prior-year adjustment	2024
a	b	c	d	e
13	Dividends received or due	0	0	0
	of which: from related companies	0	0	0
14	Revenues and exchange gains from participating interests	0	0	0
	of which: from related companies	0	0	0
15	Revenues and capital gains from long-term financial assets (securities	0	0	0
	and loans granted)	0	0	0
16	of which: from related companies	0	0	0
	Other interest and similar income (received or due)	0	0	0
17	of which: from related companies	1 126 197	0	665 049
	Other revenues from financial transactions	0	0	0
VIII.	Financial revenues (13+14+15+16+17)	1 126 197	0	665 049
18	Expenses and exchange losses on participating interests	0	0	0
	of which: to related parties	0	0	0
19	Expenses and exchange losses on long-term financial assets (securities and loans granted)	0	0	0
	of which: to related parties	0	0	0
20	Interest payable and similar charges	616 000	0	616 000
	of which: to related parties	616 000	0	616 000
21	Impairment loss of participating interests, securities and bank deposits	0	0	0
22	Other expenses on financial transactions	1 426 946	0	1 827 148
	of which: valuation difference	0	0	
IX.	Financial expenses (18+19+20+21+22)	2 042 946	0	2 443 148
B.	FINANCIAL PROFIT AND LOSS (VIII-IX)	-916 749	0	-1 778 099
C.	PROFIT AND LOSS BEFORE TAX (+/-A+/-B)	706 803	0	101 434
X	Tax payable	9 310	0	0
X/1.	Deferred tax difference (+/-)	0		0
D	PROFIT AFTER TAX (+/-C-X./-X/1.)	697 493	0	101 434

Mosonszolnok, 10 March 2025

Managing Director
(representative)

INTRODUCTION OF THE COMPANY

The Company – BOS Automotive Products Magyarország Bt. – was established on 6 July 1992 by signing the articles of association as part of a greenfield investment.

At the time of the investment and at the start of operations, the financial resources required for operation were provided by the founders in the form of registered capital (DEM 1.1 million) and long-term loans.

The Company's issued capital amounts to EUR 660,600, which is distributed among the partners according to the following ownership structure:

BOS GmbH & Co. KG (limited partner): EUR 600,000

B+O Holding GmbH (limited partner): EUR 60,000

BOS Administration Hungary Kft. (general partner): EUR 600

Registered offices of the partners:

BOS GmbH & Co.KG (limited partner), DE 73760 Ostfildern, Ernst-Heinkel-Strasse 2.

B+O Holding GmbH (limited partner), DE 73760 Ostfildern, Ernst-Heinkel-Strasse 2.

BOS Administration Hungary Kft. (general partner), HU 9173, Györladamér, Wilhelm Baumeister utca 1.

Registered office of the Company:

9245 Mosonszolnok, Szabadság u. 33., Hungary.

Managing director and authorized representatives of the Company:

The following persons are *designated to perform executive officer functions, acting on behalf of* BOS Administration Hungary Kft. *as general partner*:

Gerhard Fischbach managing director, (H-1095, Budapest, Gát utca 7. 1. em 2. ajtó)

Gábor Bordács other employee, (H-9200, Mosonmagyaróvár, Szabadság u. 14.)

Zsolt Németh other employee, (9184, Kunsziget, Kertes utca 10.)

Edina Vörös-Andorka other employee, (H-9231, Máriakálnok, Boglárka u.5.)

Lehmann Marcel executive director, (H -9173, Györladamér, Wilhelm Baumeister utca 1.)

The persons listed above have sole power to represent the Company.

The Company operates a three-member Supervisory Board. Members of the Supervisory Board are Heiko Mathias Krämer, Dirk Gaß, and Andreas Huck. No remuneration was paid to the members in 2025. During the reporting year, no loans or credits were granted to the members of the Supervisory Board.

Person responsible for preparing the financial statements: Edina Vörös-Andorka

Registration number: 171662 (H-9231 Máriakálnok, Boglárka u. 5).

The 100% foreign-owned company operated in a customs-free zone until 1 May 2004.

Main activity of the Company:

29.32 '08 Manufacture of parts and accessories for motor vehicles and engines

Other activities:

25.62 '08 Machining

25.73 '08 Manufacture of tools

28.49 '08 Manufacture of other machine tools

45.31 '08 Wholesale of motor vehicle parts and accessories

46.62 '08 Wholesale of machine tools

52.10 '08 Warehousing and storage

68.10 '08 Buying and selling of own real estate

68.20 '08 Renting and operating of own or leased real estate

72.19 '08 Other research and experimental development on natural sciences and engineering

77.11 '08 Renting and leasing of cars and light motor vehicles

The Company is consolidated by BOS GmbH & Co. KG (DE-73760 Ostfildern, Ernst-Heinkel-Strasse 2.). The consolidated financial statements are available for inspection at the registered office of the parent company.

The Company is subject to statutory audit.

Auditor of the Company:

János Varga (Chamber registration number: MKVK-007319, 1221 Budapest, Tanító utca 15/2),

Ernst & Young Kft., 1132 Budapest, Váci út 20.

The audit fee for 2024 amounts to EUR 26,000 + VAT, which does not include any services other than statutory audit services. Any incurred out-of-pocket expenses, as well as a telecommunications flat fee equal to 4.0% of the net audit fee, are invoiced separately. In addition, Ernst & Young Tanácsadó Kft. provided tax advisory services to the Company in 2024 in the amount of EUR 181,754 + VAT.

ACCOUNTING POLICY

The Company maintains its books and records in accordance with Act C of 2000 on Accounting, as amended and in force (hereinafter referred to as the “Accounting Act”), and with generally accepted accounting principles in Hungary. The Company’s accounting policy, including its valuation methods and procedures, together with any changes made to the accounting policy during the year, is as follows.

2.1. Basis of accounting

The Accounting Act entered into force on 1 January 2001. The balance sheets as at 31 December 2023 and 31 December 2024, and the profit and loss statements for the periods ended on those dates, were prepared in accordance with the provisions of the Accounting Act.

2.2. Balance sheet preparation date

The Company prepares its annual financial statements with a balance sheet date of 31 December. For the 2023 financial year, the balance sheet preparation date is 5 April 2024, and for the 2024 financial year, it is 27 February 2025. The balance sheet is prepared in Format “A” in accordance with the Accounting Act.

Up to the balance sheet preparation date, no circumstances had arisen that would contradict the going-concern assumption.

The annual financial statements of the Company comprise:

- the balance sheet,
- the profit and loss statement, and
- the supplementary notes to the financial statements.

2.3. Format of the profit and loss statement

The Company prepares its profit and loss statement using the total cost method.

2.4. Material error

An error is considered material if, in the year of its discovery, the aggregate absolute amount (irrespective of sign) of the errors and their effects identified in respect of a given financial year (assessed separately for each year) that increase or decrease profit or loss or equity exceeds the materiality threshold set out in the Company’s accounting policy. An error is always considered material if, in the year of its discovery, the aggregate absolute amount (irrespective of sign) of the errors and their effects identified in respect of the same financial year exceeds 2% of the balance sheet total of the audited financial year, or, if 2% of the balance sheet total does not exceed HUF 1 million, then HUF 1 million.

2.5. Fixed assets

Cost of assets

In the case of non-current assets, the basis of recognition is cost.

The cost of an asset comprises the total of all expenses directly attributable to the acquisition, construction and bringing the asset to the location and condition necessary for its intended use, incurred up to the date the asset is put into use or delivered to the warehouse. The cost includes the purchase price net of discounts and increased by surcharges, as well as transportation and handling costs, foundation works, assembly and installation costs, commissioning costs, agency fees, taxes related to the acquisition, and customs duties incurred in connection with the acquisition, commissioning and delivery of the asset.

In addition to the above, the cost of an asset also includes duties directly related to the acquisition, non-deductible input VAT, statutory authority, administrative and service fees, as well as other authority-related administrative and procedural fees. Furthermore, the cost of acquisition includes interest incurred on loans and borrowings directly attributable to the acquisition or construction of the asset, recognised for the period up to the date the asset is put into use or delivered to the warehouse, insurance premiums directly related to the investment, recognised for the same period, as well as foreign exchange differences arising on foreign-currency liabilities directly related to the investment or to intangible assets, not covered by existing foreign-currency balances, recognised up to the date the asset is put into use, irrespective of whether such differences result in a gain or a loss.

The cost of an asset does not include deductible input VAT. The amount of non-repayable grants received in connection with the investment does not reduce the cost of the asset.

The cost of accessories and spare parts required for the safe operation and intended use of property, plant and equipment, and acquired at the same time as the asset or up to its commissioning, is considered by the Company to be included in the cost of the related asset, irrespective of whether such items are invoiced together with the asset or separately.

The Company recognises the consideration of works related to the extension, change of function, reconstruction, or extension of the useful life of existing assets as an increase in the cost of property, plant and equipment.

The Company does not recognise the costs of repairs and maintenance performed to ensure the continuous, uninterrupted and safe operation of property, plant and equipment as part of the cost of the asset.

Amortization and depreciation

The cost of intangible assets and property, plant and equipment, reduced by the expected residual value at the end of their useful lives, is allocated over the years during which the Company expects to use these assets. The Company recognises extraordinary depreciation and amortisation on intangible assets and property, plant and equipment (including assets under construction) if the value of an intangible asset or property, plant and equipment permanently decreases because the asset has become obsolete due to changes in business activities, or because it has been damaged, destroyed or lost, as a result of which it cannot be used or cannot be used for its intended purpose. If an intangible asset, property, plant and equipment or an asset under construction cannot be used for its intended purpose, has become unusable, has been destroyed or is missing, it is derecognised from intangible assets, property, plant and equipment or assets under construction after recognizing the related extraordinary depreciation and amortization.

Based on the Company's decision, intangible assets and property, plant and equipment with an individual cost below HUF 200,000 are written off in a lump sum when put into use.

The depreciation and amortization rates applied by the Company are as follows:

- Buildings: depending on their nature, 2%, 3% or 6%
- Machinery, equipment and tools: 14.5%, 16.67%, 20%, 33% or 50%
- Vehicles: 20%
- Intangible assets (intellectual products): 20%
- Other assets: 14.5% or 33%

Valuation of self-produced assets

The Company capitalizes self-produced assets at direct production cost.

Direct costs comprise those costs that are directly incurred in connection with the construction, commissioning, extension, change of function, reconstruction or restoration of the asset and that can be clearly and demonstrably linked to the production of the asset. As part of production costs, the Company recognizes the cost of purchased materials provided by the Company (not invoiced to the external contractor) for investments carried out by external contractors.

Costs of disposal, as well as administrative and other general expenses not directly attributable to production, are not included in the direct production cost used as the basis for asset measurement.

2.6. Inventories

Purchased inventories

Purchased inventories are measured at their invoiced purchase cost. Transportation costs and customs duties related to the acquisition are recognized as expenses during the year; at year-end, the carrying amount of inventories is adjusted by allocating the proportionate ancillary costs attributable to closing inventories.

At year-end, purchased inventories are measured at weighted average cost.

Self-produced inventories

Self-produced inventories are measured at standard direct production cost.

The components of direct production cost are:

- material costs,
- machine costs,
- direct labour costs.

Recognition of impairment

If the cost or carrying amount of purchased inventories (raw materials, goods) is significantly and permanently higher than their actual market value known at the balance sheet preparation date, such inventories are recognised in the balance sheet at their actual market value. If the cost or carrying amount of self-produced inventories (work in progress, semi-finished goods and finished goods) is significantly and permanently higher than their expected selling price known at the balance sheet preparation date, the Company recognises such inventories at their selling price less future costs expected to be incurred, with the difference recognised simultaneously as an impairment loss.

In addition, the Company recognises purchased inventories at cost or carrying amount, and self-produced inventories at cost, at a reduced value if the inventories do not comply with the relevant regulations (standards, delivery terms, professional requirements, etc.) or their original intended use, they are damaged, if their use or sale has become uncertain, or if they have become surplus. In such cases, the value of inventories is reduced – with the difference recognised as an impairment loss – to the extent necessary for inventories to be presented at a value reflecting their usability or marketability, based on the market value known at the balance sheet preparation date or at the date of measurement (at least at recoverable material value or scrap value).

If the market value of inventories significantly and permanently exceeds their carrying amount, the previously recognised impairment loss is reversed up to the amount of the impairment originally recognised.

Inventory count

The Company verifies the physical existence of inventories recognised in the balance sheet by performing a detailed physical inventory count prior to the balance sheet date.

2.7. Receivables

Receivables are presented in the balance sheet at their accepted and acknowledged amount, or at their carrying amount, reduced by any impairment losses recognised and increased by any impairment losses reversed. Impairment must be recognised for receivables due if there is a significant difference between the carrying amount and the expected recoverable amount. The difference is considered significant if it exceeds 10%.

The Company recognises impairment losses on receivables if it assesses that the receivable is not expected to be recovered, and this condition is permanent. If the receivable is collected by the balance sheet preparation date, no impairment loss may be recognised.

For the purposes of receivables, the Company defines “permanent” as a receivable that has been overdue for at least 180 days.

2.8. Accruals and deferrals

Amounts incurred and recognised before the balance sheet date that may be recognised as expenses or costs only in periods subsequent to the balance sheet date are presented separately in the balance sheet as prepaid expenses and accrued income. These include, for example, prepaid rental fees, as well as revenue, interest income and other income that are due after the balance sheet date but are attributable to the reporting period ended at the balance sheet date.

Income received and recognised before the balance sheet date that constitutes revenue or other income of periods after the balance sheet date is presented separately in the balance sheet as deferred income. Costs and expenses relating to the period before the balance sheet date, such as utility charges and transportation costs, that are incurred only after the balance sheet date are recognised as accrued expenses. This line item also includes bonuses and incentives, together with their related contributions, relating to the financial year closed, as determined by the authorised approving body, which have not been recognised as liabilities.

2.9. Measurement of foreign currency receivables and liabilities; recognition of year-end revaluations

The Company keeps its accounting records in the currency specified in the articles of association, namely EUR. Accordingly, receivables and liabilities denominated in the accounting currency are distinguished from those denominated in foreign currencies.

Receivables denominated in foreign currencies are defined as receivables recorded in a currency other than the functional currency of the accounting records.

Receivables denominated in a currency other than the functional currency are translated into the functional currency at the exchange rate of the National Bank of Hungary (MNB) prevailing on the date of performance.

At year-end, foreign currency items are revalued using the exchange rate of the National Bank of Hungary prevailing at the balance sheet date.

IMNTANGIBLE ASSETS

A summary of the movements in intangible assets for the years ended 31 December 2023 and 31 December 2024 is presented in Annex 1 of the Notes to the Financial Statements.

TANGIBLE ASSETS

A summary of the movements in tangible assets for the years ended 31 December 2023 and 31 December 2024 is presented in Annex 1 of the Notes to the Financial Statements.

The Company did not account for any extraordinary impairment losses on property, plant and equipment in 2024.

INVENTORIES

The composition of the Company's inventories and the related impairment losses as at 31 December 2023 and 31 December 2024 is as follows:

INVENTORIES 2023	Gross carrying amount	Impairment	Carrying amount
Raw materials	18 877 579	960 992	17 916 587
Work in progress and semi-finished goods	1 043 601	68 441	975 160
Finished goods	1 893 172	38 327	1 854 845
Goods	2 471	0	2 471
Advances paid on inventories	312 334	0	312 334
Total	22 129 157	1 067 760	21 061 397

INVENTORIES 2024	Gross carrying amount	Impairment	Carrying amount
Raw materials	17 324 588	2 148 171	15 176 417
Work in progress and semi-finished goods	1 064 593	50 576	1 014 017
Finished goods	1 801 423	36 958	1 764 465
Goods	0	0	0
Advances paid on inventories	0	0	0
Total	20 190 604	2 235 705	17 954 899

MOVEMENTS IN IMPAIRMENT OF INVENTORIES

Movements in impairment losses recognised on inventories as at 31 December 2023 and 31 December 2024:

	31 December 2023	Released	Made	31 December 2024
Raw materials	960 992	0	1 187 179	2 148 171
Work in progress and semi-finished goods	68 441	17 865	0	50 576
Finished goods	38 327	1 369	0	36 958
Total	1 067 760	19 234	1 187 179	2 235 705

TRADE RECEIVABLES

The composition of the Company's trade receivables and the related impairment losses as at 31 December 2023 and 31 December 2024 is as follows:

2023	Gross carrying value	Opening impairment loss	Impairment loss reversal*	Closing impairment loss	Carrying value
Domestic trade receivables	2 589 379	0	0	0	2 589 379
Foreign trade receivables Non-EU	630 743	0	0	0	630 743
Foreign trade receivables EU	8 224 320	242 503	242 503	193 481	8 030 839
Total	11 444 442	242 503	242 503	193 481	11 250 961

2024	Gross carrying value	Opening impairment loss	Impairment loss reversal*	Closing impairment loss	Carrying value
Domestic trade receivables	3 260 247	0	0	0	3 260 247
Foreign trade receivables Non-EU	388 475	0	0	0	388 475
Foreign trade receivables EU	7 605 735	193 481	193 481	351 872	7 253 863
Total	11 254 457	193 481	193 481	351 872	10 902 585

* Reversals of impairment losses represent previously recorded impairment that was written off as a credit loss when the related receivables were removed from the books.

Ageing of trade receivables:	31 December 2023	31 December 2024
Not past due	7 056 046	8 192 056
Past due by up to 90 days	3 652 508	1 812 771
Past due between 91 and 180 days	217 531	37 792
Past due between 181 and 360 days	-83 849	350 366
Past due by more than 360 days	602 206	861 472
Impairment loss	-193 481	-351 872
Total	11 250 961	10 902 585

RECEIVABLES FROM RELATED PARTIES

The Company's receivables from related parties as at 31 December 2023 and 31 December 2024:

	31 December 2023	31 December 2024
	EUR	EUR
BOS GmbH & Co KG	14 024 735	2 311 954
BOS Plastics Hungary BT	672 196	1 011 456
BOS Romania S.C.S.	108 953	585 695
BOS Autom.Prod. Irapuato S.A	466 972	182 218
BOS Technology Services GmbH	104 209	160 509
BOS Plastics System Trusetal	7 853	157 348
BOS Taicang CO	71 368	125 791
BOS Autom. Prod Sp. zoo (PL)	70 570	120 422
BOS Autom. Co. (Shenyang)	43 429	44 933
BOS CZ Sro.	17 650	27 170
BOS Korea	6 298	6 298
BOS Automotive Products Inc.	0	5 759
BOS Inn. and Technology Center	1 795	0
Atera GmbH	2	0
ECO Parts Co. Ltd	0	0
Total	15 596 030	4 739 553

OTHER RECEIVABLES

On 31 December 2023 and 2024, Other receivables include the following:

	31 December 2023	31 December 2024
VAT settlement	652 069	1 899 527
Customer balance shown with opposite sign	0	699 377
Other receivables	5 640	210 688
VAT receivable for the following year	238 421	238 292
Corporate income tax overpayment	58 335	81 550
VPOP settlement	33 821	22 591
Innovation advance payment	25 979	19 633
Other receivables – tax overpayments	2 672	6 807
Health care contribution overpayment	883	678
Local business tax overpayment	113 057	0
Loan provided to employees	4 271	0
Spanish VAT receivable	0	0
Social security benefits	0	0
Wage advance	0	0
Total	1 135 149	3 179 143

CASH AND CASH EQUIVALENTS

The balance of liquid assets as at 31 December 2023 and 31 December 2024 were as follows:

	31 December 2023	31 December 2024
Cash, cheques	3 648	6 374
Bank deposits	9 621 702	7 026 697
Total	9 625 350	7 033 070

Cash and cash equivalents decreased by 27% compared to 2023, mainly due to lower bank deposit balances following the full settlement of trade payables due by 31 December 2024, while only a portion of these liabilities had been settled at the end of 2023.

PREPAID EXPENSES AND ACCRUED INCOME

Prepaid expenses and accrued income as at 31 December 2023 and 31 December 2024 are as follows:

	31 December 2023	31 December 2024
Accrued revenue	1 901	955 985
Accrued revenue from related parties	2 426 417	38 631
Supplier bonuses	0	0
Other income	0	0
Accrued income	2 428 318	994 616
Quick saving	1 037 316	802 709
Remaining time allowance	24 696	52 883
Lease fees	765	274
Subscription fees	216	216
E2 performance fee	42 531	0
Maintenance costs	0	0
Other insurance costs	0	0
Software maintenance	0	0
Service fees	0	0
Commission credit	0	0
Car leasing fees	0	0
Other	0	0
Quick saving from related parties	0	0
Warranty cost credit	0	0
Software rental from related parties	0	0
IT services	0	0
Airfare	0	0
Inventory difference adjustment	0	0
Prepaid expenses and accrued costs	1 105 524	856 082
Deferred expenses	0	0
Total	3 533 842	1 850 698

EQUITY

	Issued capital	Capital reserve	Allocated reserves	Retained earnings (losses)	Profit or loss after tax
Closing balance, 31 December 2023	660 600	0	0	7 389 257	697 493
Transfer of profit or loss for 2023				697 493	-697 493
Profit or loss for 2024					101 434
Closing balance, 31 December 2024	660 600	0	0	8 086 750	101 434

PROVISIONS

Provisions made for expected liabilities for the years ended 31 December 2023 and 31 December 2024 are as follows:

	31 December 2023	Release	Made	31 December 2024
Provision for warranty obligations	6 422 549	1 729 314	804 000	5 497 235
Provision for customer sales price reductions	2 767 257	2 104 673	377 556	1 040 140
Provision for payroll-related obligations	923 650	159 685	394 860	1 158 825
Other provisions	812 923	812 922	150 000	150 001
Total	10 926 379	4 806 594	1 726 416	7 846 201

LONG-TERM LIABILITIES

	31 December 2023	31 December 2024
Long-term loan from BOS GmbH	15 400 000	15 400 000
Total	15 400 000	15 400 000

TRADE PAYABLES

The Company's short-term liabilities to suppliers as at 31 December 2023 and 31 December 2024 are as follows:

	31 December 2023	31 December 2024
Foreign suppliers, DE	3 639 964	3 442 963
Domestic suppliers	3 449 154	3 216 342
Foreign suppliers – non-EU	6 098 764	3 216 045
Foreign suppliers, EU other	3 103 574	2 081 096
Total	16 291 456	11 956 446

SHORT-TERM LIABILITIES TO RELATED PARTIES ON 31 DECEMBER 2023 AND 2024:

	31 December 2023	31 December 2024
BOS GmbH & CO KG	36 219 655	19 943 807
ECO Parts Co, Ltd (Cambodia)	1 985 310	4 051 094
ABOS Plastics Systems Hungary Bt	664 765	734 369
BOS Taicang, China	1 444 838	630 175
BOS Plastic Systems Trusetal GmbH	186 746	236 031
ECO Parts GmbH (BOS Group)	36 144	95 210
BOS Romania SCS	8 850	65 473
BOS Autom Prod Asia Ltd	12 653	25 282
BOS Autom Co (Shenyang)	11 198	20 807
BOS Autom Prod Sp zoo (PL)	9 483	15 944
BOS Mexico, Irapuato	15 544	15 392
BOS USA Inc	10 132	13 520
BOS CZ sro	0	35
Total	40 605 318	25 847 139

OTHER SHORT-TERM LIABILITIES

The Company's short-term liabilities as at 31 December 2023 and 31 December 2024 are as follows:

	31 December 2023	31 December 2024
Goods received without invoice	0	905 232
Payroll settlement	943 644	879 716
Social security contribution	228 114	229 604
Personal income tax	180 513	175 117
Social contribution tax	143 028	145 810
Customers with credit balances	0	126 264
Local business tax	0	120 732
Environmental product fee	105 512	105 512
Rehabilitation contribution	42 633	55 950
Other employee-related liabilities	5 478	5 415
Social security benefits	0	4 650
Pension contribution	2 952	2 286
Other payment liabilities+reclassifications	12	12
Other current liabilities	22 051	0
Innovation contribution	0	0
Vocational training contribution	0	0
Total:	1 673 937	2 756 300

ACCRUED EXPENSES AND DEFERRED INCOME

The composition of deferred income and accrued expenses as at 31 December 2023 and 31 December 2024 is as follows:

	31 December 2023	31 December 2024
Deferred revenue	833 986	715 500
Customer credit notes	193 691	300 000
Deferred income	1 027 677	1 015 500
AZAT commission	415 543	540 779
Cleaning costs	39 000	63 690
Other services	10 296	35 970
Rental fees, returnable packaging rental	10 000	27 000
Audit fees	21 500	21 500
Accrued wages from a related party	18 300	18 300
Depreciation adjustment	1 783	1 783
Warranty repair costs	0	0
Freight costs	0	0
IT services from related parties	0	0
Other services from related parties	0	0
Temporary agency labour	0	0
Rental expense from related parties	0	0
Quick saving BMW	0	0
Gas	0	0
Conti software licences	0	0
Restricted inventories	0	0
Consulting fees	0	0
Rework costs	0	0
Consulting fees from related parties	0	0
Maintenance	0	0
Material costs from related parties	0	0
Material costs	0	0
Payroll costs	0	0
Accrued expenses	516 422	709 022
EKD Grant	266 253	243 885
Széchenyi Plan Grant	146 950	142 280
Deferred income	413 203	386 165
Total:	1 957 302	2 110 686

REVENUE FROM EXPORT SALES – BREAKDOWN BY GEOGRAPHICAL MARKETS

Export sales revenue by geographical markets for the years ended 31 December 2023 and 2024:

	2023	2024
Revenue from intra-Community sales to non-related parties	127 970 141	116 708 663
Revenue from intra-Community sales to related parties, <i>of which</i> :	6 284 070	6 882 594
- Revenue from sales to the parent company	1 583 728	380 559
- Revenue from sales to other related parties	4 700 342	6 502 035
Revenue from non-EU sales to non-related parties:	16 205 969	16 794 632
Revenue from non-EU sales to related parties:	3 076 105	3 371 149
Total	153 536 285	143 757 038

Revenue from domestic sales totalled EUR 3,068,597 in 2023 and EUR 4,903,997 in 2024.

Export and EU revenues consist of product sales and service provision, broken down as follows:

	2024
Export of goods	143 086 765
Export of services	670 274
Total	143 757 038

Export revenues by geographical markets, distinguishing between EU and non-EU countries, is as follows:

	2024
EU countries	123 591 257
Non-EU countries	20 165 781
Total	143 757 038

OTHER INCOME

Other income for the years ended 31 December 2023 and 2024 is as follows:

	2023	2024
Release of provisions	6 521 702	4 806 594
Discounts received subsequently	113 443	550 670
Compensation and late payment interest	383 800	257 161
Miscellaneous other income	87 037	204 057
Non-refundable grants received for development purposes	66 541	27 038
Income from disposal of tangible assets to third parties	201 351	0
Income from disposal of tangible assets to related parties	0	0
Of which:		
- Sales to the parent company	0	0
- Sales to other related parties	0	0
Reversal of impairment on receivables	0	0
Total	7 373 874	5 845 520

Under the Széchenyi Plan Grant, the Company received a non-repayable grant of EUR 414,328 (HUF 100 million) during 2001 and 2002 for the acquisition of property, plant and equipment. The amount of the grant was recognised by the Company as deferred income and is released in proportion to the depreciation recognised on the property, plant and equipment acquired from the grant.

In 2014, the Ministry of National Development approved an investment grant for capacity expansion and technological development in the amount of HUF 3,912,220 thousand. The investment was completed on 31 December 2017.

In 2018, the full amount of the grant was paid to the Company. By 31 December 2018, the total received grant amount was EUR 1,013,035 (HUF 315,716 thousand), of which the Company recognised EUR 718,459 as deferred income to be released in subsequent years. From this deferred income, EUR 386,165 was released by 31 December 2024, in proportion to the depreciation of the acquired assets.

SERVICES USED

Services used for the years ended 31 December 2023 and 31 December 2024 are as follows:

	2023	2024
Warranty repair costs	3 977 137	3 300 245
Temporary agency labour costs	5 368 178	3 207 816
Property rental expenses	1 036 561	1 057 734
License fees from related parties	2 661 473	1 456 930
IT services (SAP) from related parties	671 901	969 590
Other services received	832 334	919 480
Transportation, handling and warehousing costs	986 778	838 683
Tooling costs from related parties	1 797 698	678 200
Vehicle rental expenses	444 014	511 057
Cleaning services	327 620	411 416
Maintenance costs	368 438	396 546
Waste collection	63 003	363 330
Development costs from related parties	174 489	310 270
Contract manufacturing fees	424 879	299 531
Consulting fees	120 165	272 508
Rework services	322 812	256 820
Other rental fees	234 177	220 725
Other services used from related parties	231 729	131 105
System supervision costs	120 052	104 834
Customs brokerage services	33 464	85 784
Travel and accommodation expenses	83 067	73 903
Return goods services from related parties	8 470	62 524
Professional education and training	62 516	54 534
EPR fee	0	45 980
Telephone costs	23 233	22 016
Advertising and marketing costs	20 727	15 547
Passenger car operating costs	16 928	10 427
Postal costs	9 428	9 958
Professional books and journals	1 281	5 997
Warehouse rental fees from related parties	19 620	3 388
Consulting fees from related parties	184 444	1 645
License fees	82 311	0
Development costs	56 100	0
Machine rental from related parties	33 008	0
Rental fees	338	0
Total	21 831 440	17 125 688

OTHER SERVICES

Other services for the years ended 31 December 2023 and 31 December 2024 include:

	2023	2024
Insurance premiums	217 073	225 994
Bank charges	110 995	65 529
Official fees and duties	71 918	66 173
Motor vehicle insurance	1 318	733
Property insurance	165	0
Total:	401 469	358 429

EMPLOYEES

The data presented for 2023 and 2024 show the average number of full-time equivalent employees:

	2023	2024
Blue-collar	627	656
White-collar	220	213
Total	847	869

Payroll costs, other personnel-related payments and payroll contributions incurred in 2023 and 2024 are as follows

	Payroll costs		Other payments to personnel		Total	
	2023	2024	2023	2024	2023	2024
Blue-collar	10 571 536	11 171 813	1 665 686	1 737 175	12 237 222	12 908 988
White-collar	5 563 667	5 601 846	664 874	615 607	6 228 541	6 217 453
Total	16 135 203	16 773 659	2 330 560	2 352 782	18 465 763	19 126 441

	Payroll contributions	Payroll contributions
	2023	2024
Social security contribution	1 781 082	1 832 310
Rehabilitation contribution	203 965	201 914
Healthcare contribution	21 288	11 329
Total	2 006 335	2 045 553

OTHER EXPENSES

Other expenses for the years ended 31 December 2023 and 31 December 2024 are as follows:

	2023	2024
Floating licence fee	0	6 904 599
Provision for contingent liabilities	7 074 684	1 726 418
Local business tax	718 650	912 194
Impairment of purchased inventories	0	907 778
Inventory write-offs and impairment	382 367	852 790
Quicksaving Germany	444 923	404 202
Impairment losses recognised on receivables	0	158 394
Innovation contribution	119 815	152 032
Write-off of irrecoverable receivables	0	53 876
Various other expenses	2 645	33 776
Interest related to tax payments	639	17 892
Non-repayable transfer of funds	13 705	14 686
Late-payment interest and penalties	12 760	5 055
Company car tax	3 825	3 570
Quicksaving IC	3 992	1 405
Other	44	41
Environmental product fee	130 000	0
Quicksaving EU	59 000	0
Impairment accrual	1 783	0
Total	8 968 832	12 148 698

FINANCIAL POSITION AND LIQUIDITY

The Company's financial position and liquidity as at 31 December 2023 and 31 December 2024 are illustrated by the following financial ratios and the cash flow statement below:

Financial indicators:

	2023	2024
Current ratio = (Current assets / Short-term liabilities)	1.002	1.080
Quick ratio = (Current assets - inventories / Short-term liabilities)	0.642	0.637
Return on assets (ROA) = (Profit after tax × 100 / Total assets)	0.73%	0.14%
Return on equity (ROE) = (Profit after tax × 100 / Equity)	7.97%	1.15%
Equity ratio = (Equity × 100 / Total liabilities and equity)	9.15%	11.84%
Debt ratio = (Total liabilities × 100 / Total liabilities and equity)	77.37%	74.85%
Ratio of non-current assets = (Non-current assets × 100 / Total assets)	34.94%	38.93%
Ratio of current assets = (Current assets × 100 / Total assets)	61.37%	58.60%
Asset-to-equity ratio = (Total assets × 100 / Equity)	1093%	845%
Loan coverage ratio = (Receivables × 100 / Short-term liabilities)	47.77%	46.40%

BOS Automotive Products Magyarország Bt.
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

	2023	2024
I. Operating cash flows (lines 1-13)	7 559 484	-1 488 861
1.a Pre-tax profit or loss +	706 803	101 434
of which: operating subsidies received and financially settled		
1.b Adjustments to pre-tax profit (or loss) +	-9310	0
1. Adjusted profit (or loss) before tax (1a+1b) +	697 493	101 434
2. Depreciation and amortization +	6 675 252	5 388 500
3. Impairment loss and reversal +	-49 025	1 972 838
4. Difference between provisions made and utilized +	552 982	-3 080 178
5. Fixed assets sold +	-201 352	8 324
6. Changes in accounts payable +	3 213 705	-19 093 190
7. Change in other short-term liabilities +	133 319	1 082 363
8. Changes in accrued expenses and deferred income +	-3 479 330	153 385
9. Changes in trade receivables +	-9 561 922	11 204 852
10. Changes in current assets (without trade receivables and liquid assets)	-2 204 963	-910 334
11. Changes in prepaid expenses and accrued income +	11 783 324	1 683 145
12. Taxes paid (on profit) -	-9310	0
13. Dividends and profit-sharing paid -	0	0
II. Investing cash flows (lines 14-18)	-798 256	-1 103 419
14. Acquisition of non-current assets –	-1 101 509	-1 103 419
15. Disposal of non-current assets +	303 253	0
16. Repayment, termination and redemption of long-term loans granted and bank deposits placed +	0	0
17. Long-term loans granted and bank deposits placed –	0	0
18. Dividends and profit shares received +	0	0
III. Financing cash flows (lines 19-26)	0	0
19. Income from share issuance and capital increase +	0	0
20. Proceeds from bonds and debt securities issued +	0	0
21. Loans and borrowings +	0	0
22. Non-repayable funds received +	0	0
23. Cancellation of shares and capital withdrawal (capital reduction) –	0	0
24. Bonds and debt securities repaid –	0	0
25. Repayment of loan and borrowings –	0	0
26. Non-repayable funds transferred –	0	0
IV Changes in cash and cash equivalents (lines I+II+III) +	6 761 228	-2 592 280
27. Revaluation of cash and cash equivalents held in foreign currency +	0	0
V. Changes in cash and cash equivalents in the balance sheet (lines IV+27)	6 761 228	-2 592 280
Cash and cash equivalents at the beginning of the year	2 864 122	9 625 350
Cash and cash equivalents at the end of the year	9 625 350	7 033 070
Change in cash and cash equivalents	6 761 228	-2 592 280

CORPORATE INCOME TAX

The difference between the tax base determined in accordance with the Corporate Income Tax Act and the profit before tax for the year ended 31 December 2025 is presented in ANNEX 2 of the Notes to the Financial Statements.

The profit after tax will be transferred to retained earnings.

DIVIDEND PAYMENT

The Company declared no dividends for the year.

OFF-BALANCE SHEET ITEMS

On 29 October 2021, the partners of the Company established a mortgage, as well as a prohibition on alienation and encumbrance, in favour of Landesbank Baden-Württemberg (registered office: DE-7013 Stuttgart, Am Hauptbahnhof 2, commercial register number: HRA 12704), acting as pledgee, for a maximum amount of EUR 300,000.

The partners may transfer or encumber their mortgaged ownership interests only with the prior written consent of the pledgee.

SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

In addition to the matters described above, no significant events occurred after the balance sheet date in relation to the 2024 financial year up to the date of preparation of the financial statements.

Management has assessed and evaluated the impact of the war in Ukraine occurring after the balance sheet date, taking into account the related governmental and other measures on the Company's financial position, assets, and future ability to continue operations.

Based on the above assessment and evaluation, the identified impacts do not have a material or significantly adverse effect on the Company's short-term financial and liquidity position (covering the 12-month period following the balance sheet date), the valuation of assets presented in the balance sheet, or the Company's business operations within this period, that would materially affect or cast significant doubt on the Company's ability to continue as a going concern.

During the period concerned, no income, costs or expenses of an exceptional amount or occurrence were incurred.

RESEARCH AND EXPERIMENTAL DEVELOPMENT COSTS

The organisational costs of research and experimental development for the year ended 31 December 2024 are included in Annex 3 of the Notes to the Financial Statements.

TANGIBLE ASSETS DIRECTLY SERVING ENVIRONMENTAL PROTECTION

A summary of the movements in tangible assets directly serving environmental protection for the year ended 31 December 2024 is presented in Annex 4 of the Notes to the Financial Statements.

ENVIRONMENTALLY HARMFUL SUBSTANCES AND HAZARDOUS WASTE

A summary of the quantitative and value data relating to environmentally harmful substances and hazardous waste as at 31 December 2024 is presented in Annex 5 of the Notes to the Financial Statements.

Mosonszolnok, 10 March 2025

Managing Director

BOS Automotive Products Magyarország Bt.
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

Movements in tangible assets 2024

Annex 1

GL account	Class	Description	Gross, opening	Increase	Reclassification	Decrease	Gross, closing	Depreciation, opening	Increase	Decrease	Depreciation, closing	Net opening	Net closing
130000	12000	I/5 Concessions, licenses and similar rights	845	0	0	0	845	-845	0	0	-845	0	0
135000	13000	I/6 Trademarks, patents and similar assets	868 499	11 770	0	0	880 269	-837 997	-29 741	0	-867 738	30 502	12 531
235000	21100	II/11 Land and buildings	729 915	0	0	0	729 915	0	0	0	0	729 915	729 915
236000	21200	II/11 Land and buildings	18 617 822	168 833	136 514	0	18 923 169	-5 126 257	-358 935	0	-5 485 192	13 491 565	13 437 977
236020	24110	II/15 Assets in the course of construction	158 563	24 213	-132 375	0	50 401	0	0	0	0	158 563	50 401
236300	21220	II/11 Land and buildings	38 967	0	0	0	38 967	-36 937	-72	0	-37 009	2 030	1 958
236400	21210	II/11 Land and buildings	4 257 708	0	0	0	4 257 708	-939 266	-86 121	0	-1 025 387	3 318 442	3 232 321
400000	22100	II/12 Plant, machinery, equipment and vehicles	41 681 057	407 298	285	-354 953	41 733 687	-31 098 515	-3 358 218	349 865	-34 106 868	10 582 542	7 626 819
400100	22200	II/12 Plant, machinery, equipment and vehicles	1 677 501	0	0	-9 746	1 667 755	-1 677 501	0	9 746	-1 667 755	0	0
400100	23400	II/12 Plant, machinery, equipment and vehicles	14 303 868	193 154	47 785	-211 683	14 333 124	-10 473 499	-1 228 643	208 528	-11 493 614	3 830 369	2 839 510
401000	23200	II/13 Other equipment, fixtures and fittings, vehicles	6 600 903	175 235	3 170	-16 696	6 762 612	-5 948 375	-293 582	16 615	-6 225 342	652 528	537 270
401100	23100	II/13 Other equipment, fixtures and fittings, vehicles	451 022	36 546	11 060	0	498 628	-426 288	-11 503	0	-437 791	24 734	60 837
500000	23300	II/13 Other equipment, fixtures and fittings, vehicles	1 596	0	0	0	1 596	-1 596	0	0	-1 596	0	0
600000	23500	II/13 Other equipment, fixtures and fittings, vehicles	1 122 363	21 385	299	-69	1 143 978	-1 122 363	-21 684	69	-1 143 978	0	0
700020	24100	II/15 Assets in the course of construction	457 442	73 734	-66 738	0	464 438	0	0	0	0	457 442	464 438
700100		II/16 Prepayments for capital expenditures	0	0	0	0	0	0	0	0	0	0	0
			90 968 071	1 112 168	0	-593 147	91 487 092	-57 689 439	-5 388 499	584 823	-62 493 115	33 278 632	28 993 977

Mosonszolnok, 10 March 2025

**Corporate income tax calculation
 2024**

	EUR	Exc. 2024.12.31 HUF/EUR	HUF
Pre-tax profit or loss	101 434	410.09	41 597 069
Items increasing profit before tax			
Provisions made	1 726 416		707 986 122
Depreciation under the Accounting Act+extraordinary items	5 388 500		2 209 769 817
Costs not related to revenue-generating activities	25 442		10 433 649
Grant provided without supporting documentation	14 686		6 022 528
Final fines and penalties under tax and social security regulations	22 947		9 410 290
Increase due to self-revision	0,00		0
Impairment of receivables	212 270		87 049 972
total:	7 390 261		3 030 672 380
Items decreasing profit before tax			
Utilisation of provisions	4 806 594		1 971 136 133
Depreciation under the Accounting Act +extraordinary items	5 780 933		2 370 702 925
Impairment of receivables reversed in the tax year	0,00		0
Amount recognised as taxable income as a result of self-revision	27 038		11 087 981
Donation to a prominent public-benefit organisation	0,00		0
Direct costs of experimental development	212 764		87 252 490
Total:	10 827 329		4 440 179 528
Tax base			
Prior-year losses deductible up to 50% of the tax base	-3 335 634		-1 367 910 080
Tax liability:			0
Tax liability in total:			0

Research and experimental development costs 2024

Annex 3

figures in EUR

Category	Description	Total (€)
Payments to personnel	Payroll	412 240
	Social security contributions	53 206
	Other personnel-related payments	12 522
Total personnel costs		477 968
Other organisational costs	IT services	57 475
	Assignment costs	391,88
	Other costs	6 682
	Depreciation and amortisation	332,95
	Rental fees	12 904
	Travel costs	3 653
Total other organisational costs		81 439
Total organisational costs		559 407

Mosonszolnok, 10 March 2025

Movements in tangible assets directly serving environmental protection, 31 December 2024

figures in €

Annex 4

Description	Gross opening	Increase	Decrease	Reclass.	Gross closing	Depr. opening	Increase	Decrease	Depr. closing	Net opening	Net closing
<i>Dust extractor for punching machine</i>	1 781	0	0	0	1 781	1 781	0	0	1 781	0	0
<i>Dust separator DFOS-1-1-K3R</i>	4 960	0	0	0	4 960	4 960	0	0	4 960	0	0
<i>Dust extraction equipment for punching machine</i>	12 387	0	0	0	12 387	12 387	0	0	12 387	0	0
<i>Container /for waste/</i>	439	0	0	0	439	439	0	0	439	0	0
<i>Container /for waste/</i>	439	0	0	0	439	439	0	0	439	0	0
<i>Container</i>	276	0	0	0	276	276	0	0	276	0	0
<i>Office container for the storage of hazardous materials</i>	3 315	0	0	0	3 315	3 315	0	0	3 315	0	0
<i>Solvent extraction unit GDE Ford glass preparation</i>	3 937	0	0	0	3 937	3 937	0	0	3 937	0	0
<i>Modification of solvent extraction unit GDE Ford</i>	391	0	0	0	391	391	0	0	391	0	0
<i>Solvent vapour extraction system P3 production hall (Ford)</i>	10 471	0	0	0	10 471	2 235	199	0	2 434	8 236	8 037
<i>Mobile container BOBR 1100 L (30 units)</i>	5 182	0	0	0	5 182	5 182	0	0	5 182	0	0
<i>Bobra 1100 I</i>	304	0	0	0	304	304	0	0	304	0	0
<i>1100 I bobra ET manufacturing</i>	333	0	0	0	333	333	0	0	333	0	0
<i>1100 I bobra ET manufacturing</i>	333	0	0	0	333	333	0	0	333	0	0
<i>Tilting container 0.7 m³, 1,000 kg (aluminium collection)</i>	959	0	0	0	959	959	0	0	959	0	0
<i>Shelving system for hazardous-material storage container</i>	791	0	0	0	791	791	0	0	791	0	0
<i>Extraction booth</i>	1 206	0	0	0	1 206	1 206	0	0	1 206	0	0
<i>@Hazardous material storage container (explosion-proof)</i>	12 610	0	0	0	12 610	12 610	0	0	12 610	0	0
<i>Hazardous material storage container – Section VI*</i>	5 491	0	0	0	5 491	2 298	104	0	2 402	3 193	3 089
<i>Extraction system in Hall 2 above Audi and Volvo lines</i>	52 135	0	0	0	52 135	40 768	4 904	0	45 672	11 367	6 463
<i>Container with opening bottom for aluminium waste storage</i>	476	0	0	0	476	447	0	0	447	29	29
<i>Waste-container transport adapter for tow train – 1100 L</i>	1 378	0	0	0	1 378	640	197	0	837	738	541
<i>Waste-container transport adapter for tow train 1100L</i>	1 141	0	0	0	1 141	530	163	0	693	611	448
<i>Waste-container transport adapter for tow train 240L</i>	1 417	0	0	0	1 417	658	202	0	860	759	557
<i>Installation of extraction system for Primer Booth VI</i>	23 560	0	0	0	23 560	23 560	0	0	23 560	0	0
<i>Installation of extraction system for Formträger III</i>	215 571	0	0	0	215 571	215 571	0	0	215 571	0	0
Tangible assets directly serving environmental protection in total:	361 281	0	0	0	361 281	336 348	5 770	0	342 119	24 933	19 164

BOS Automotive Products Magyarország Bt.
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

Environmentally harmful substances, 31 December 2024

Annex 5

Article no.	Description	Water hazard classification	Hazardous substance content	Quantity	Unit of measure	Inventory value	Currency
430301040057	Paint spray RAL7035 grey	3	GHS02, GHS07	12	DB	39	EUR
430301040113	Paint spray RAL3000 red	3	GHS02, GHS07	4	FL	15	EUR
430301040223	Insulating spray 200ml	-	GHS02	3	FL	17	EUR
430301040101	Butane cartridge 190 g	-	GHS02, GHS07	2	DB	3	EUR
991600001200	Adhesive C12 (Kö-Kleber C 12)	-	GHS07	54	FL	392	EUR
991600587700	Cleaning agent EFBOND DV 646	-	GHS02, GHS07	92	L	2 539	EUR
991600587900	Technical auxiliary material primer GA 4298 UV	1	GHS02, GHS07, GHS08, GHS09	15	L	913	EUR
991600589300	EFBOND DV 670	-	GHS02, GHS07	223	DB	3 323	EUR
991600592400	Grundierung EFBOND DV 954 V2	-	GHS02, GHS07, GHS08	82	L	2 592	EUR
430301040080	Palmatex adhesive 120 ml	2	GHS02, GHS07, GHS09	8	FL	37	EUR
430301040187	Toolcraft adhesive and sealant remover	1	GHS02, GHS07	14	FL	142	EUR
991600617200	Haftvermittler EFBOND DV 996	2	GHS02, GHS08, GHS07	228	L	7 159	EUR
430301040071	Nitro thinner 5 l	2	GHS02	2	KAN	21	EUR
430302160135	1457844 Oil		GHS02	2	L	65	EUR
430301040357	Weicon PTFE-spray 400ml	-	GHS02, GHS07, GHS09	14	FL	285	EUR
430301040221	Metal adhesive stick 115g	1	GHS07	2	PAK	22	EUR
991600618700	Cyanacrylat Kleber Ergo 5880.500.P4.E500	1	GHS07	23	KG	4 600	EUR
991600623200	Sekundenkleber ERGO 5925	-	GHS08	16	KG	2 793	EUR
991600586200	Kleber Loctite 401 (20g)	-	GHS02, GHS07, GHS09	240	G	58	EUR
991600608300	Kleber EFBOND DA 276	-	GHS08	920	KG	6 302	EUR

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

Article no.	Description	Water hazard classification	Hazardous substance content	Quantity	Unit of measure	Inventory value	Currency
430301040057	Paint spray RAL7035 grey	3	GHS02, GHS07	12	DB	39	EUR
430301040113	Paint spray RAL3000 red	3	GHS02, GHS07	4	FL	15	EUR
430301040223	Insulating spray 200ml	-	GHS02	3	FL	17	EUR
430301040101	Butane cartridge 190 g	-	GHS02, GHS07	2	DB	3	EUR
991600001200	Adhesive C12 (Kö-Kleber C 12)	-	GHS07	54	FL	392	EUR
991600587700	Cleaning agent EFBOND DV 646	-	GHS02, GHS07	92	L	2 539	EUR
991600587900	Technical auxiliary material – primer GA 4298 UV	1	GHS02, GHS07, GHS08, GHS09	15	L	913	EUR
991600589300	EFBOND DV 670	-	GHS02, GHS07	223	DB	3 323	EUR
991600592400	Grundierung EFBOND DV 954 V2	-	GHS02, GHS07, GHS08	82	L	2 592	EUR
430301040080	Palmatex adhesive 120 ml	2	GHS02, GHS07, GHS09	8	FL	37	EUR
430301040187	Toolcraft adhesive and sealant remover	1	GHS02, GHS07	14	FL	142	EUR
991600617200	Haftvermittler EFBOND DV 996	2	GHS02, GHS08, GHS07	228	L	7 159	EUR
430301040071	Nitro thinner 5 l	2	GHS02	2	KAN	21	EUR
430302160135	1457844 Oil		GHS02	2	L	65	EUR
430301040357	Weicon PTFE-spray 400ml	-	GHS02, GHS07, GHS09	14	FL	285	EUR
430301040221	Metal adhesive stick 115g	1	GHS07	2	PAK	22	EUR
991600618700	Cyanacrylat Kleber Ergo 5880.500.P4.E500	1	GHS07	23	KG	4 600	EUR
991600623200	Sekundenkleber ERGO 5925	-	GHS08	16	KG	2 793	EUR
991600586200	Kleber Loctite 401 (20g)	-	GHS02, GHS07, GHS09	240	G	58	EUR
991600608300	Kleber EFBOND DA 276	-	GHS08	920	KG	6 302	EUR
991600608400	Kleber EFBOND BA 200	-	GHS08	30	KG	416	EUR
430301040193	40.35141.0 Teststift BLAU SE 41 mN/m	2	GHS08	3	DB	54	EUR
991600000600	Kleber Weicon-Contact VA 8312	-	GHS07	149	FL	677	EUR

BOS Automotive Products Magyarország Bt.
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

Article no.	Description	Water hazard classification	Hazardous substance content	Quantity	Unit of measure	Inventory value	Currency
430301040328	Loctite 511 thread sealant ID: 230645	-	GHS07	10	FL	247	EUR
430301071173	LOCTITE 97001 manual dispenser IDH 88631	-	GHS07	17	DB	1 343	EUR
991600617000	Kleber Permabond TA4246	-	GHS02, GHS05,GHS07	4	L	331	EUR
991600612500	Kleber Loctite 270	-	GHS07, GHS09	1	L	68	EUR
430301040451	Prismacolor spray blue	-	GHS02, GHS07	5	DB	16	EUR
430301040064	Aceton 1l	-	GHS02, GHS07	5	L	26	EUR
430301040217	Degreasing agent SPP	2	GHS02,GHS05,GHS07,GHS08	7	L	538	EUR
430301040081	Paint spray green	1	GHS02	1	FL	3	EUR
430301040114	Paint spray RAL91040 yellow	-	GHS02, GHS07	7	FL	25	EUR
430301040190	KLeberspray	2	GHS02, GHS07, GHS09	4	FL	50	EUR
991600593100	Kleber Gel 5039 Ergo SK26x 20g	-	GHS07, GHS09	0	KG	36	EUR
991600608800	Schaumkomponente BASF ELASTOLIT R8919-1	-	GHS07, GHS08	6 400	KG	24 895	EUR
430301040337	IZOPROPANOL CLEANER 500 ML	-	GHS02, GHS07	7	DB	51	EUR
991600608700	Schaumkomponente BASF ISO 134-7	-	GHS07, GHS08	7 600	KG	28 348	EUR
991600014200	Kleber Kleiberit PUR SK 705.6	-	GHS08	324	KG	2 803	EUR
991600630100	Jowatherm Reaktant EP 10610.69	1	GHS08, GHS07	58	KG	1 255	EUR
991600617500	Acmosil 36-4614	-	GHS08	1 500	KG	21 600	EUR
Environmentally harmful substances in total:						114 096	EUR

The Company had no hazardous waste in inventory as at 31 December 2024.

Mosonszolnok, 10 March 2025