

MSSL SRL

Financial statements as at 31-12-2023

Master data	
Registered office	VIA LIGURIA 19 - 56025 PONTEDERA (PI), ITALY
Tax code	01874620501
Economic and Administrative Index No.	PI
VAT No.	01874620501
Share Capital Euro	10,000 fully paid up
Legal structure	Società a responsabilità limitata (Italian limited liability company)
Main sector of activities (ATECO)	Manufacture of other wiring equipment (27.33.09)
Company in liquidation	no
Single shareholder company	no
Company subject to management and coordination by others	no
Belongs to a group	no

Balance Sheet

	31-12-2023	31-12-2022
Balance Sheet		
Assets		
B) Fixed Assets		
I - Intangible fixed assets	10.408	6.288
II - Tangible fixed assets	1.641	2.010
III - Financial fixed assets	6.637	6.637
Total fixed assets (B)	18.686	14.935
C) Current assets		
I - Inventories	41.789	40.845
II - Receivables		
due within the next financial year	183.566	152.456
deferred tax assets	829	829
Total receivables	184.395	153.285
IV - Cash and cash equivalents	5.546	26.493
Total current assets (C)	231.730	220.623
Total assets	250.416	235.558
Liabilities and Equities		
A) Shareholders' equity		
I - Share capital	10.000	10.000
IV - Legal reserve	2.000	2.000
VI - Other Reserves	(1)	1
VIII - Profits (losses) carried forward	229.768	208.510
IX - Profit (loss) for the financial year	(22.201)	21.258
Total shareholders' equity	219.566	241.769
C) Post-employment benefits	96.354	83.453
D) Payables		
due within the next financial year	43.944	19.784
due beyond the next financial year	(109.448)	(109.448)
Total payables	(65.504)	(89.664)
Total liabilities	250.416	235.558

Profit and Loss Account

	31-12-2023	31-12-2022
Profit and Loss Account		
A) Production value		
1) revenues from sales and services	357.454	382.312
5) other revenues and income		
others	1.776	1.387
Total other income and revenues	1.776	1.387
Total value of production	359.230	383.699
B) Production costs		
6) for raw materials, consumables and goods	5.459	5.647
7) for services	70.654	33.478
8) for leased assets	31.643	27.957
9) for personnel		
(a) salaries and wages	206.945	189.312
(b) social security contributions	42.894	39.521
(c), (d), (e) severance pay, pensions, other personnel costs	13.142	17.963
(c) post-employment benefits	13.142	17.963
Total personnel costs	262.981	246.796
10) depreciation and amortisation		
(a), (b), (c) amortisation of intangible and tangible fixed assets, other write-downs of fixed assets	1.765	883
a) amortisation of intangible fixed assets	1.397	699
b) depreciation of tangible fixed assets	368	184
Total depreciation and amortisation	1.765	883
11) changes in inventories of raw materials, consumables and goods	(945)	501
14) other operating expenses	7.784	28.219
Total production costs	379.341	343.481
Difference between operating revenue and costs (A - B)	(20.111)	40.218
C) Financial income and expenses		
17) interest and other financial expenses		
others	38	52
Total interest and other financial charges	38	52
17-bis) Foreign Exchange Gains and Losses	(2.052)	-
Total financial income and expenses (15 + 16 - 17 + - 17-bis)	(2.090)	(52)
Profit before tax (A - B + - C + - D)	(22.201)	40.166
20) Income taxes, current taxes, deferred tax assets and liabilities		
current taxes	-	18.908
Total income taxes, current taxes, deferred tax assets and liabilities	-	18.908
21) Profit (loss) for the year	(22.201)	21.258

Notes to the Financial Statements for the Year Ended 31-12-2023

Notes to the accounts, initial part

Dear Members

Together with the balance sheet and profit and loss account for the year ended 31.12.23, we submit these notes to the financial statements, which, pursuant to Article 2423 of the Italian Civil Code, form an integral part of the financial statements drawn up in abridged form pursuant to Article 2435 bis.

The company, which operates in the electronic components industry, was incorporated on 14 April 2008. Its corporate purpose is the purchase, import, assembly, development and sale of electrical and electronic systems, equipment and components, and all operations related and necessary for this business.

For the sake of comparability of the balance sheet data, the figures for the year 2023 are shown together with the figures for the previous year's balance sheet.

In connection with the accounting situation of the company and the financial statements that are submitted for your approval, we provide the following information and details in the following points.

Drafting Principles

(Ref. Art. 2423, and Art. 2423-bis of the Civil Code).

The valuation of the balance sheet items was based on the general criteria of prudence and accrual, with a view to the continuation of the business.

The application of the principle of prudence entailed the individual valuation of the components of individual items or items of assets or liabilities, in order to avoid offsetting losses that had to be recognised and profits that were not to be recognised because they had not been realised.

In accordance with the accrual principle, the effect of transactions and other events has been recognised in the accounts and attributed to the financial year to which these transactions and events relate, and not to the year in which the related cash movements (receipts and payments) materialise.

In application of the principle of materiality, recognition, valuation, presentation and disclosure requirements were waived when their observance would have an immaterial effect on giving a true and fair view.

The continuity of application of the valuation criteria over time is a necessary element for the comparability of the company's financial statements across financial years.

Evaluation criteria applied

(Ref. art. 2426, first paragraph, C.C.)

Fixed assets

Intangibles

They are recorded at historical acquisition cost and shown net of depreciation charged directly to the individual items.

Tangibles

They are recorded at purchase or production cost and adjusted by the corresponding depreciation provisions.

Ancillary charges and costs incurred for the use of the fixed asset are included in the book value, with discounts shown on invoices being deducted from the cost.

The Company decided not to avail itself of the option to suspend depreciation and amortisation for the year 2023 provided by Article 60, paragraphs 7-bis to 7-quinquies of Law Decree 104/2020 (converted by Law 126/2020), as amended by Law 14/2023, converting Law Decree no. 198 of 29 December 2022, which further extended this option to the year underway as of 31 December 2023. 198 of 29 December 2022, which further extended this option to the financial year underway as of 31 December 2023; this, in consideration of the resumption of business that took place during the financial year, which induced the administrative body not to avail itself of the option granted by the legislator also for the current financial year.

Credits

Receivables are initially recognised at their estimated realisable value. The nominal value of receivables is adjusted to the estimated realisable value by means of a special allowance for doubtful accounts, taking into account general economic and industry conditions and also country risk.

Debts

They are recognised at their nominal value, adjusted for returns or billing adjustments.

Inventories

Raw materials, auxiliaries and finished goods are recorded at the lower of purchase or production cost and realisable value based on market trends

Provisions for risks and charges

They are set aside to cover losses or debts whose existence is certain or probable, but whose amount or date of occurrence could not be determined at the end of the financial year.

The general criteria of prudence and accrual have been observed in the valuation of these provisions, and no generic risk provisions without economic justification have been set up.

Contingent liabilities have been recognised in the balance sheet and entered into the provisions as they are considered probable and the amount of the related charge can be reasonably estimated.

Severance Fund

It represents the actual debt accrued to employees in accordance with the law and applicable labour contracts, taking into account any form of remuneration of an ongoing nature.

The provision corresponds to the total of the individual indemnities accrued in favour of employees at the balance sheet date, net of advances paid, and is equal to the amount that would have been payable to employees if they had terminated their employment on that date.

Income Taxes

Taxes are accrued on an accrual basis; they therefore represent: provisions for taxes paid or payable for the year, determined in accordance with current rates and regulations;

Taxes payable are recognised under Taxes payable net of advances paid, withholding taxes incurred and, in general, tax credits.

Revenue recognition

Revenues from the sale of products and goods or the provision of services related to normal operations are recognised net of returns, discounts, allowances and premiums, as well as taxes directly related to the sale of products and the provision of services, as provided for in Article 2425-bis, paragraph 1 of the

Civil Code.

Revenue from sales of products is recognised at the time of the transfer of risks and rewards, which is normally identified with the delivery or shipment of the goods.

Revenues of a financial nature and those arising from the provision of services, as provided for in Article 2425-bis, Paragraph 1 of the Civil Code, are recognised on an accrual basis.

Revenues and income, costs and expenses related to foreign currency transactions are determined at the exchange rate prevailing on the date on which the transaction is executed.

Other information

The Company, as provided for in Legislative Decree No. 14/2019 (Business Crisis and Insolvency Code), adopts an organisational, administrative and accounting structure appropriate to the nature of the business also in function of the timely detection of the business crisis and the taking of appropriate initiatives.

Abbreviated Notes to the Financial Statements, assets

Fixed assets

Movements in fixed assets

Details of the movements of fixed assets are provided, information that will be better defined later in these Notes to the Financial Statements

	Intangible fixed assets	Tangible fixed assets	Financial fixed assets	Total fixed assets
Value at beginning of year				
Cost	21.447	2.010	6.637	30.094
Depreciation (Accumulated depreciation)	15.159	-		15.159
Balance sheet value	6.288	2.010	6.637	14.935
Changes during the year				
Increases for acquisitions	5.517	(1)	-	5.516
Depreciation for the year	1.397	368		1.765
Total variations	4.120	(369)	-	3.751
Year-end value				
Cost	26.964	52.665	6.637	86.266
Depreciation (Accumulated depreciation)	16.556	51.024		67.580
Balance sheet value	10.408	1.641	6.637	18.686

Intangible fixed assets

Balance as at 31/12/2023	Balance as at 31/12/2022	Variations
10.408	6.288	4.120

Changes in Intangible Assets (Ref. Art. 2427, Par. 1, No. 2, C.C.)

	Start-up and expansion costs	Other intangible fixed assets	Total intangible fixed assets
Value at beginning of year			
Cost	6.913	-	21.447
Depreciation (Accumulated depreciation)	-	-	15.159
Balance sheet value	6.913	-	6.288
Changes during the year			
Increases for acquisitions	(6.913)	11.805	5.517
Depreciation for the year	-	1.397	1.397
Total variations	(6.913)	10.408	4.120
Year-end value			
Cost	6.913	20.051	26.964
Depreciation (Accumulated depreciation)	6.913	9.643	16.556
Balance sheet value	-	10.408	10.408

Tangible fixed assets

Balance as at 31/12/2023	Balance as at 31/12/2022	Variations
1.641	2.010	(369)

Movements in tangible fixed assets (Ref. Art.

2427, first paragraph, no. 2, C.C.)

	Land and buildings	Plant and machinery	Industrial and commercial equipment	Other tangible fixed assets	Total Tangible Fixed Assets
Value at beginning of year					
Cost	2.010	-	-	-	2.010
Balance sheet value	2.010	-	-	-	2.010
Changes during the year					
Increases for acquisitions	(2.010)	-	-	2.009	(1)
Depreciation for the year	-	-	-	368	368
Total variations	(2.010)	-	-	1.641	(369)
Year-end value					
Cost	17.303	7.728	108	27.526	52.665
	Land and buildings	Plant and machinery	Industrial and commercial equipment	Other tangible fixed assets	Total Tangible Fixed Assets
Depreciation (Accumulated depreciation)	17.303	7.728	108	25.885	51.024
Balance sheet value	-	-	-	1.641	1.641

Financial fixed assets

Changes and Maturity of Long-Term Receivables

	Changes during the year	Year-end value	Portion due within the financial year
Long-term receivables from others	6.637	6.637	6.637
Total long-term receivables	6.637	6.637	6.637

Current assets

Inventories

Balance as at 31/12/2023	Balance as at 31/12/2022	Variations
41.789	40.845	944

	Value at start of year	Change during the financial year	Year-end value
Raw, ancillary and consumable materials	40.845	944	41.789
Total inventories	40.845	944	41.789

Receivables recorded as current assets

Changes and maturity of receivables in current assets

	Value at start of year	Change during the financial year	Year-end value	Portion due within the financial year
Trade receivables recorded as current assets	86.543	25.685	112.228	112.228
Tax receivables recorded as current assets	8.084	4.291	12.375	12.375
Deferred tax assets recognised as current assets	829	-	829	
Receivables from others recorded as current assets	57.828	1.135	58.963	58.963
Total receivables recorded as current assets	153.285	31.110	184.395	183.566

Cash and cash equivalents

Balance as at 31/12/2023	Balance as at 31/12/2022	Variations
5.546	26.493	(20.947)

	Value at start of year	Change during the financial year	Year-end value
Bank and postal deposits	26.469	(20.947)	5.522
Cash and other valuables on hand	23	-	23
Total cash and cash equivalents	26.493	(20.947)	5.546

The balance represents cash and cash equivalents at the end of the financial year.

Abbreviated Notes to the Financial Statements, Liabilities and Equity

Net assets

Changes in equity items

	Value at start of year	Allocation of the previous year's result		Result for the year	Year-end value
			Other destinations		
Capital	10.000	-			10.000
Legal reserve	2.000	-			2.000
Other reserves					
Various other reserves	-	(1)			(1)
Total other reserves	1	(1)			(1)
Retained earnings (losses)	208.510	21.258			229.768
Profit (loss) for the year	21.258	(21.258)		(22.201)	(22.201)
Total net assets	241.769	(1)		(22.201)	219.566

Availability and use of equity

Shareholders' equity items are broken down according to their origin, possibility of utilisation, distributability and utilisation in the three previous years (Article 2427, first paragraph, no. 7- bis, Civil Code):

	Amount	Possible uses
Capital	10.000	B
Share premium reserve	-	A,B,C,D
Revaluation Reserves	-	A,B
Legal reserve	2.000	A,B
Statutory reserves	-	A,B,C,D
Other reserves		
Extraordinary reserve	-	A,B,C,D
Reserve for waivers pursuant to Article 2423 of the Civil Code	-	A,B,C,D
Reserve shares or quotas of the parent company	-	A,B,C,D

	Amount	Possible uses
Equity investment revaluation reserve	-	A,B,C,D
Capital Increase Payments	-	A,B,C,D
Payments on account of future capital increase	-	A,B,C,D
Capital Contributions	-	A,B,C,D
Payments to cover losses	-	A,B,C,D
Share capital reduction reserve	-	A,B,C,D
Merger Surplus Reserve	-	A,B,C,D
Reserve for unrealised exchange gains	-	A,B,C,D
Profit adjustment reserve	-	A,B,C,D
Various other reserves	(1)	
Total other reserves	(1)	
Reserve for expected cash flow hedging transactions	-	A,B,C,D
Retained earnings	229.768	A,B,C,D
Negative reserve for treasury shares in portfolio	-	A,B,C,D
Total	241.767	

Legend: A: for capital increase B: to cover losses C: for distribution to shareholders D: for other statutory restrictions E: other

Employees' severance indemnity

	Severance pay
Value at beginning of year	83.453
Changes during the year	
Provision in the financial year	17.963
Use in the financial year	5.062
Total changes	12.901
Closing Balance	96.354

The provision set aside represents the company's actual debt as of 31/12/2023 to employees in force at that date, net of advances paid.

Payables

Changes and maturity of payables

The maturity of payables is broken down as follows (Article 2427.1.6 of the Civil Code).

	Value at start of year	Change during the financial year	Year-end value	Portion due within the financial year	Portion due after one year
Payables to shareholders for loans	(109.448)	-	(109.448)	-	(109.448)

	Value at start of year	Change during the financial year	Year-end value	Portion due within the financial year	Portion due after one year
Advances	-	(6.099)	(6.099)	(6.099)	-
Payables to suppliers	21.107	27.703	48.810	48.810	-
Tax debts	(2.201)	(1.937)	(4.138)	(4.138)	-
Payables to social security institutions	734	2.139	2.873	2.873	-
Other debts	144	2.354	2.498	2.498	-
Total debts	(89.664)	24.160	(65.504)	43.944	(109.448)

Trade payables' are recorded net of trade discounts; cash discounts are recognised at the time of payment.

The item 'Taxes payable' only includes liabilities for taxes that are certain and certain, as liabilities for taxes that are probable or uncertain as to amount or date of occurrence, or for deferred taxes, are recorded under liability item B.2 (Provision for taxes).

The item tax payables includes tax payables net of advance payments made during the year, withholding taxes incurred and tax credits that can be offset

Abbreviated Notes to the Financial Statements, Income Statement

Value of production

Balance as at 31/12/2023	Balance as at 31/12/2022	Variations
359.230	383.699	(24.469)

Description	31/12/2023	31/12/2022	Variations
Revenues from sales and services	357.454	382.312	(24.858)
Changes in product inventories			
Changes in contract work in progress			
Increases in fixed assets for internal work			
Other revenues and income	1.776	1.387	389
Total	359.230	383.699	(24.469)

Production costs

Balance as at 31/12/2023	Balance as at 31/12/2022	Variations
379.341	343.481	35.860

Description	31/12/2023	31/12/2022	Variations
Raw materials, subsidiaries and goods	5.459	5.647	(188)
Services	70.654	33.478	37.176
Use of third party assets	31.643	27.957	3.686
Wages and salaries	206.945	189.312	17.633
Social charges	42.894	39.521	3.373
Severance pay	13.142	17.963	(4.821)
Pension and similar benefits			
Other personnel costs			
Amortisation of intangible fixed assets	1.397	699	698
Depreciation of tangible fixed assets	368	184	184
Other write-downs of fixed assets			
Write-downs of receivables current assets			
Change in raw material inventories	(945)	501	(1.446)
Provision for risks			
Other Provisions			
Sundry operating expenses	7.784	28.219	(20.435)
Total	379.341	343.481	35.860

Costs for raw materials, consumables and goods and Costs for services

They are closely related to the development of point A (Production value) of the Profit and Loss Account.

Personnel costs

This item includes the entire expenditure for employees, including merit improvements, category upgrades, contingency increases, the cost of untaken leave, and provisions required by law and collective agreements.

Depreciation of fixed assets

As far as depreciation is concerned, it is specified that it was calculated on the basis of the useful life of the asset and its exploitation in the production phase.

Notes to the condensed financial statements, other information

Information on significant events occurring after the end of the financial year

Proposed Appropriation of Profits or Coverage of Losses

It is proposed to the assembly to allocate the annual result in this way:

Profit/(loss) for the year to 31.12.2023	Euro	(22.201)
5% to legal reserve	Euro	
to extraordinary reserve	Euro	
dividend	Euro	
to new	Euro	-22.201

These notes are prepared in accordance with the Italian Civil Code and accounting principles. In order to comply with publication obligations in the Company Register, once approved, it will be converted to XBRL format; therefore, some formal changes may be made to make this note compatible with the format for filing.

These financial statements, consisting of the Balance Sheet, Income Statement and Notes to the Financial Statements, give a true and fair view of the financial position and results of operations for the year and correspond to the accounting records.

Statement of Budget Compliance

It is hereby declared that the computer document in XBRL format containing the balance sheet, profit and loss account and notes to the financial statements are in conformity with the corresponding original documents filed with the company.

Andreas Heuser
(Managing Director)

Bruchköbel, 31 July 2024