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**SAUTER NORTH AMERICA INC.**

**Financial Statements in Prescribed Form**

**FOR THE YEAR ENDED  
DECEMBER 31, 2023**

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**SAUTER NORTH AMERICA INC.**

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## INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

### To Management and the Stockholders Sauter North America Inc.

Management is responsible for the accompanying financial statements of Sauter North America Inc. (a corporation), which comprise the balance sheet: assets and the balance sheet: equity and liabilities as of December 31, 2023, and the profit and loss statement for the year then ended, included in the accompanying prescribed form in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on the financial statements included in the accompanying prescribed form.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of Sauter Feinmechanik GMBH, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of Sauter North America Inc. and Sauter Feinmechanik GMBH, and is not intended to be and should not be used by anyone other than these specified parties.



Troy, Michigan

February 22, 2024

## Assets

## REPORTING PACKAGE

## Balance Sheet: Assets



Sauter North America Ltd.

Reporting date:

2023-12-31

| Balance Sheet Assets   |                | Local GAAP USD      | Revaluation USD | German GAAP USD     | German GAAP in EUR  |
|--|----------------|---------------------|-----------------|---------------------|---------------------|
| <b>A. NON CURRENT ASSETS</b>                                     |                |                     |                 |                     |                     |
| <b>I. Intangible assets</b>                                      | <u>BS 3</u>    | 0.00                | 0               | 0.00                | 0.00                |
| Concessions, Patents, Trade-Marks, Licences                      |                | 0.00                |                 | 0.00                | 0.00                |
| Goodwill   |                | 0.00                |                 | 0.00                | 0.00                |
| Trademark  |                | 0.00                |                 | 0.00                | 0.00                |
| Know-how products  |                | 0.00                |                 | 0.00                | 0.00                |
| Client base  |                | 0.00                |                 | 0.00                | 0.00                |
| Internally generated intangible fixed assets                     |                | 0.00                |                 | 0.00                | 0.00                |
| <b>II. Tangible Assets</b>                                       | <u>BS 3</u>    | 500,005.29          | 0.00            | 500,005.29          | 452,979.79          |
| Land, land rights and buildings                                  |                | 278,722.35          |                 | 278,722.35          | 252,508.51          |
| Technical equipment and machines                                 |                | 60,381.69           |                 | 60,381.69           | 54,702.79           |
| Other factory and office equipment                               |                | 41,949.03           |                 | 41,949.03           | 38,003.72           |
| Group Other factory and office equipment                         |                | 0.00                |                 | 0.00                | 0.00                |
| Vehicles   |                | 118,952.22          |                 | 118,952.22          | 107,764.76          |
| Advance payments and assets under construction                   |                | 0.00                |                 | 0.00                | 0.00                |
| <b>III. Financial assets</b>                                     | <u>BS 3</u>    | 0.00                | 0.00            | 0.00                | 0.00                |
| Loans to companies in which participations are held              |                | 0.00                |                 | 0.00                | 0.00                |
| <b>Total non current assets</b>                                  |                | <b>500,005.29</b>   |                 | <b>500,005.29</b>   | <b>452,979.79</b>   |
| <b>B. Current assets</b>   |                |                     |                 |                     |                     |
| <b>I. Inventories of raw materials, consumables and supplies</b> | <u>BS 2</u>    | 649,989.61          | 0               | 649,989.61          | 588,858.09          |
| Inventories of raw materials, consumables and supplies           |                | 649,989.61          |                 | 649,989.61          | 588,858.09          |
| Inventories of unfinished goods                                  |                | 0.00                |                 | 0.00                | 0.00                |
| Inventories of finished goods                                    |                | 0.00                |                 | 0.00                | 0.00                |
| Group Inventories of finished goods                              |                | 0.00                |                 | 0.00                | 0.00                |
| Advance payments for inventories                                 |                | 0.00                |                 | 0.00                | 0.00                |
| <b>II. Trade account receivables</b>                             | <u>BS 2a</u>   | 411,467.00          | 0               | 411,467.00          | 372,768.53          |
| Trade account receivables  |                | 411,467.00          |                 | 411,467.00          | 372,768.53          |
| Specific allowance   |                | 0.00                |                 | 0.00                | 0.00                |
| General value adjustment   |                | 0.00                |                 | 0.00                | 0.00                |
| <b>III. Receivables from related parties</b>                     | <u>BS 1</u>    | 0.00                | 0               | 0.00                | 0.00                |
| Trade receivables from affiliated companies                      |                | 0.00                |                 | 0.00                | 0.00                |
| Receivables from related parties                                 |                | 0.00                |                 | 0.00                | 0.00                |
| <b>IV. Other current assets</b>                                  | <u>BS 2</u>    | 123,964.94          |                 | 123,964.94          | 112,306.04          |
| <b>V. Cash &amp; cash equivalents</b>                            |                | 345,084.17          |                 | 345,084.17          | 312,629.00          |
| <b>VI. Deferred tax assets</b>                                   | <u>BS 8!A1</u> |                     |                 | 0.00                | 0.00                |
| <b>VII. Accrued income</b>                                       | <u>BS 9!A1</u> | 0.00                |                 | 0.00                | 0.00                |
| <b>Total current assets</b>                                      |                | <b>1,530,505.72</b> |                 | <b>1,530,505.72</b> | <b>1,386,561.68</b> |
| <b>Total Assets</b>  |                | <b>2,030,511.01</b> |                 | <b>2,030,511.01</b> | <b>1,839,541.45</b> |

|                                    |      |        |
|------------------------------------|------|--------|
| FX-rate balance sheet date current | 1.10 | EUR/LC |
| Annual average FX-Rate current     | 1.08 | EUR/LC |

See Independent Accountants' Compilation Report

## Liabilities

|  |   |
|--|---|
| <b>REPORTING PACKAGE</b>                     |  |
| <b>Balance Sheet: Equity and Liabilities</b> |   |
| Sauter North America Ltd.                    | Reporting date: 2023-12-31  |

| Balance Sheet<br>Equity & Liabilities         | Local GAAP<br>USD        | Revaluation<br>USD | German GAAP<br>USD  | German GAAP<br>in EUR |
|---|--------------------------|--------------------|---------------------|-----------------------|
| <b>A. Shareholder's equity</b>                |                          |                    |                     |                       |
| I. Subscribed capital                         | <u>BS 4</u> 100,010.00   |                    | 100,010.00          | 90,604.06             |
| II. Capital reserve                           | <u>BS 4</u> 0.00         |                    | 0.00                | 0.00                  |
| III. Revenue reserves                         | <u>BS 4</u> 0.00         |                    | 0.00                | 0.00                  |
| IV. Other reserves                            | <u>BS 4</u> 0.00         |                    | 0.00                | 0.00                  |
| <i>Total reserves</i>                         | <i>0.00</i>              |                    | <i>0.00</i>         | <i>0.00</i>           |
| V. Retained earnings                          | <u>BS 4</u> 1,328,963.18 |                    | 1,328,963.18        | 1,203,974.19          |
| VI. Net income/net loss for the year          | <u>BS 4</u> 171,319.45   | 0                  | 171,319.45          | 155,206.86            |
| <b>Total equity</b>                           | <b>1,600,292.63</b>      |                    | <b>1,600,292.63</b> | <b>1,449,785.11</b>   |
| <b>B. Provisions</b>                          |                          |                    |                     |                       |
| I. Provision for pensions                     | <u>BS 5</u> 0.00         |                    | 0.00                | 0.00                  |
| II. Provision for taxes                       | <u>BS 5</u> 0.00         |                    | 0.00                | 0.00                  |
| III. Other provisions                         | <u>BS 5</u> 0.00         |                    | 0.00                | 0.00                  |
| <b>Total provisions</b>                       | <b>0.00</b>              |                    | <b>0.00</b>         | <b>0.00</b>           |
| <b>C. LIABILITIES</b>                         |                          |                    |                     |                       |
| I. Liabilities to banks                       | <u>BS 7</u> 0.00         | 0.00               | 0.00                | 0.00                  |
| II. Trade accounts payables                   |                          |                    | 0.00                | 0.00                  |
| III. Advance payments from customer           |                          |                    | 0.00                | 0.00                  |
| IV. Liabilities to affiliated companies       | <u>BS 1</u> 9,299.60     |                    | 9,299.60            | 8,424.97              |
| V. Advance payments from affiliated companies |                          |                    | 0.00                | 0.00                  |
| VI. Liabilities to related parties            | <u>BS 1</u> 0.00         |                    | 0.00                | 0.00                  |
| VII. Liabilities to shareholders              |                          |                    | 0.00                | 0.00                  |
| VIII. Other liabilities                       | <u>BS 6</u> 293,918.78   |                    | 293,918.78          | 266,275.72            |
| IX. Tax payables                              | 127,000.00               |                    | 127,000.00          | 115,055.65            |
| X. Social security contrib. liabilities       |                          |                    | 0.00                | 0.00                  |
| <b>Total liabilities</b>                      | <b>430,218.38</b>        |                    | <b>430,218.38</b>   | <b>389,756.34</b>     |
| <b>D. DEFERRED INCOME</b>                     | <u>BS 9/A1</u> 0.00      |                    | 0.00                | 0.00                  |
| <b>E. DEFERRED TAX LIABILITIES</b>            | <u>BS 8/A1</u> 0.00      |                    | 0.00                | 0.00                  |
| <b>Total Liabilities</b>                      | <b>2,030,511.01</b>      |                    | <b>2,030,511.01</b> | <b>1,839,541.45</b>   |

Check = Must be zero

0.00 0.00

|                                    |      |        |
|------------------------------------|------|--------|
| FX-rate balance sheet date current | 1.10 | EUR/LC |
| Annual average FX-Rate current     | 1.08 | EUR/LC |

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REPORTING PACKAGE  
Profit and Loss-Statement



Sauter North America Ltd.

Reporting date:

2023-12-31

FX

1.0823

| Profit and Loss-Statement  | Table       | Local GAAP<br>USD   | Revaluation<br>USD | German GAAP<br>USD  | German GAAP<br>in EUR |
|--|-------------|---------------------|--------------------|---------------------|-----------------------|
| <b>1. Revenues</b>   | notes 4/1A1 | 2,471,877.69        | 0.00               | 2,471,877.69        | 2,284,014.99          |
| <i>Revenues with third parties</i>                                 |             | 2,471,877.69        | 0.00               | 2,471,877.69        | 2,284,014.99          |
| Revenues   |             | 2,471,877.69        |                    | 2,471,877.69        | 2,284,014.99          |
| Cash discount  |             | 0.00                |                    | 0.00                | 0.00                  |
| <b>Total revenues third parties</b>                                |             | <b>2,471,877.69</b> | <b>0.00</b>        | <b>2,471,877.69</b> | <b>2,284,014.99</b>   |
| <i>Intercompany revenues</i>                                       | IS 1/1A1    | 0.00                | 0.00               | 0.00                | 0.00                  |
| Revenues   |             |                     |                    | 0.00                | 0.00                  |
| Cash discount  |             | 0.00                |                    | 0.00                | 0.00                  |
| <b>Total intercompany revenues</b>                                 |             | <b>0.00</b>         | <b>0.00</b>        | <b>0.00</b>         | <b>0.00</b>           |
| <b>Total revenues</b>  |             | <b>2,471,877.69</b> | <b>0.00</b>        | <b>2,471,877.69</b> | <b>2,284,014.99</b>   |
| <b>2. Inventory Change of work in progress and finished goods</b>  |             |                     |                    |                     | 0.00                  |
| <b>3. Own work capitalized</b>                                     |             |                     |                    |                     | 0.00                  |
| <b>4. Other operating income (+)</b>                               | IS 3        | 46,956.95           |                    | 46,956.95           | 43,388.22             |
| <b>5. Material costs (-)</b>                                       | IS 2        | (600,985.30)        | 0.00               | (600,985.30)        | (555,310.42)          |
| Raw materials, consumables and supplies                            |             | (446,763.79)        |                    | (446,763.79)        | (412,809.74)          |
| Intercomp. raw materials, consumables and supplies                 |             | (123,902.77)        |                    | (123,902.77)        | (114,486.16)          |
| Cost of purchased services   |             | (30,318.74)         |                    | (30,318.74)         | (28,014.52)           |
| Intercomp. cost of purchased services                              |             | 0.00                |                    | 0.00                | 0.00                  |
| <b>Total materials</b>   |             | <b>(600,985.30)</b> | <b>0.00</b>        | <b>(600,985.30)</b> | <b>(555,310.42)</b>   |
| <b>6. Personnel costs (-)</b>                                      | IS 2        | (850,215.32)        | 0.00               | (850,215.32)        | (785,596.95)          |
| Wages and salaries   |             | (801,303.52)        |                    | (801,303.52)        | (740,404.45)          |
| Statutory social security expenses thereof for retirement benefits |             | (48,911.80)         |                    | (48,911.80)         | (45,194.50)           |
| Intercomp. expenses  |             | 0.00                |                    | 0.00                | 0.00                  |
| <b>Total personnel costs</b>                                       |             | <b>(850,215.32)</b> | <b>0.00</b>        | <b>(850,215.32)</b> | <b>(785,596.95)</b>   |
| <b>7. Depreciation and amortisation (-)</b>                        | BS3         | (95,091.51)         | 0.00               | (95,091.51)         | (87,864.56)           |
| Amortisation of intangible fixed assets                            |             | 0.00                |                    | 0.00                | 0.00                  |
| Depreciation of buildings  |             | (4,579.81)          |                    | (4,579.81)          | (4,231.74)            |
| Depreciation of machines   |             | (42,394.87)         |                    | (42,394.87)         | (39,172.86)           |
| Depreciation of other tangible fixed assets                        |             | (48,116.83)         |                    | (48,116.83)         | (44,459.95)           |
| Write-down of long-term financial assets                           |             | 0.00                |                    | 0.00                | 0.00                  |
| <b>Total depreciation and amortisation</b>                         |             | <b>(95,091.51)</b>  | <b>0.00</b>        | <b>(95,091.51)</b>  | <b>(87,864.56)</b>    |
| <b>8. Other operating expense (-)</b>                              | IS 3        | (531,651.49)        | 0.00               | (531,651.49)        | (491,245.98)          |
| Rent and expense for rented property                               |             | (77,706.73)         |                    | (77,706.73)         | (71,801.02)           |
| Insurance  |             | (17,609.25)         |                    | (17,609.25)         | (16,270.95)           |
| Repairs and maintenance costs                                      |             | (11,068.03)         |                    | (11,068.03)         | (10,226.86)           |
| Other personnel costs  |             | 0.00                |                    | 0.00                | 0.00                  |
| Vehicle expenses   |             | (55,657.64)         |                    | (55,657.64)         | (51,427.66)           |
| Advertising costs  |             | (6,327.73)          |                    | (6,327.73)          | (5,846.82)            |
| Tools and minor equipment  |             | 0.00                |                    | 0.00                | 0.00                  |
| External labor   |             | 0.00                |                    | 0.00                | 0.00                  |
| Other selling expenses   |             | (11,760.35)         |                    | (11,760.35)         | (10,866.56)           |
| Loss on foreign exchange rate                                      |             | 0.00                |                    | 0.00                | 0.00                  |
| General and administrative costs                                   |             | (596,252.93)        |                    | (596,252.93)        | (550,937.71)          |
| <b>Total other operating expenses</b>                              |             | <b>(776,382.66)</b> | <b>0.00</b>        | <b>(776,382.66)</b> | <b>(717,377.58)</b>   |
| <b>9. Interest and similar income (+)</b>                          |             | 0.00                | 0.00               | 0.00                | 0.00                  |
| Interest expense from third parties                                |             |                     |                    |                     |                       |
| Interest expense from affiliated companies                         |             |                     |                    |                     |                       |
| <b>10. Expenses from losses</b>                                    |             |                     |                    | 0.00                | 0.00                  |
| <b>11. Interest and similar expense (-)</b>                        |             | 0.00                | 0.00               | 0.00                | 0.00                  |
| Interest income from third parties                                 |             | 0.00                |                    |                     |                       |
| Interest income from affiliated companies                          |             |                     |                    |                     |                       |
| <b>Operative result (EBIT)</b>                                     |             | <b>196,159.85</b>   |                    | <b>196,159.85</b>   | <b>181,251.71</b>     |
| <b>12. Extraordinary income</b>                                    | IS 4        | 4,445.60            |                    | 4,445.60            | 4,107.73              |
| <b>13. Extraordinary expenses</b>                                  | IS 4        | 0.00                |                    | 0.00                | 0.00                  |
| <b>Extraordinary result</b>  |             | <b>4,445.60</b>     | <b>0.00</b>        | <b>4,445.60</b>     | <b>4,107.73</b>       |
| <b>Net income before taxes (EBT)</b>                               |             | <b>200,605.45</b>   |                    | <b>200,605.45</b>   | <b>185,359.44</b>     |
| <b>14. Income taxes</b>  | IS 5        | (29,286.00)         |                    | (29,286.00)         | (27,060.26)           |
| <b>Net loss(-)/profit (+) for the year</b>                         |             | <b>171,319.45</b>   |                    | <b>171,319.45</b>   | <b>158,299.18</b>     |

See Independent Accountants' Compilation Report