

Auditor's Report

To the Annual General Meeting of the Daggkåpan Housing Association, org.no. 769636-2131

Report on the annual financial statements

Statements

We have audited the annual financial statements of the Daggkåpan Housing Association for the fiscal year 2022. In our opinion, the financial statements have been prepared in accordance with the Annual Accounts Act and provide a true and fair view of the association's financial position as of December 31, 2022, and of its financial performance for the year in accordance with the Annual Accounts Act. The management report is consistent with the other parts of the annual financial statements.

We therefore recommend that the Annual General Meeting approves the income statement and balance sheet.

Basis for statements

We have conducted our audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing standards in Sweden. Our responsibilities under these standards are described in more detail in the section on the auditor's responsibilities. We are independent in relation to the association in accordance with generally accepted auditing standards in Sweden and have otherwise fulfilled our professional ethical responsibilities under these requirements.

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

Responsibilities of the Board of Directors

It is the Board of Directors that is responsible for the preparation of the annual financial statements and for ensuring that they provide a true and fair view in accordance with the Annual Accounts Act. The Board of Directors is also responsible for the internal control that it considers necessary to prepare annual financial statements that do not contain any material misstatements, whether due to fraud or error.

In preparing the annual financial statements, the Board of Directors is responsible for assessing the association's ability to continue as a going concern. It discloses, where applicable, any events or circumstances that may cast significant doubt on the association's ability to continue as a going concern and its use of the going concern assumption. However, the going concern assumption is not applied if the Board of Directors intends to liquidate the association, cease operations, or has no realistic alternative to do so.

The auditor's responsibility

Our objectives are to obtain a reasonable degree of assurance that the financial statements as a whole are free from material misstatement, whether caused by fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA and good auditing practice in Sweden will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with ISA, we use professional judgement and have a professionally skeptical attitude throughout the audit. In addition:

- We identify and assess the risks of material misstatement in the financial statements, whether due to fraud or error, design and perform audit procedures, including those related to these risks, and obtain sufficient and appropriate audit evidence 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 override of internal control.

- We obtain an understanding of the entity's internal control relevant to our audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- We evaluate the appropriateness of accounting policies used and the reasonableness of estimates made by the board of directors and related disclosures.
- We conclude on the appropriateness of the board of directors' use of the going concern assumption in preparing the financial statements, and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity'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 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 entity to cease to continue as a going concern.
- We evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We must inform the board of directors, among other matters, of the planned scope and timing of the audit and significant findings arising from the audit, including any significant deficiencies in internal control that we have identified.

Report on other requirements according to laws and other regulations

Statements

In addition to our audit of the annual report, we have also conducted an audit of the board's management of the Daggbådan Housing Association for the 2022 fiscal year and of the proposal for the association's profit or loss. We recommend that the association's meeting dispose of the profit according to the proposal in the management report and grant the board members discharge from liability for the fiscal year.

Basis for statements

We have conducted the audit in accordance with good auditing practices in Sweden. Our responsibilities under this are described in more detail in the Auditor's Responsibilities section. We are independent of the association in accordance with good auditing practices in Sweden and have otherwise fulfilled our professional ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate as a basis for our statements.

Board's responsibility

It is the board's responsibility to propose the disposition of the association's profit or loss. When proposing a dividend, this includes assessing whether the dividend is justifiable in light of the requirements that the association's activities, scope, and risks place on the size of the association's equity, consolidation needs, liquidity, and position.

The board is responsible for the association's organization and management of the association's affairs. This includes ongoing assessments of the association's financial situation and ensuring that the association's organization is designed so that the accounting, management of funds, and other financial matters are controlled in a satisfactory manner.

Auditor's responsibility

Our objective with respect to the audit of management and, therefore, our statement of discharge from liability is to obtain audit evidence to assess with reasonable assurance whether any board member has in any material respect:

- taken any action or committed any omission that may give rise to liability to the association;
- acted in violation of the Housing Co-operative Act, applicable parts of the Economic Associations Act, the Annual Accounts Act, or the association's bylaws in any other way.

Our objective with respect to the audit of the proposal for the association's profit or loss, and therefore our statement on this matter, is to assess with reasonable assurance whether the proposal is consistent with the Housing Co-operative Act.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit performed in accordance with good auditing practices in Sweden will always detect actions or omissions that may give rise to liability to the association, or that a proposal for the association's profit or loss is consistent with the Housing Co-operative Act.

As part of an audit according to good auditing practices in Sweden, we use professional judgment and maintain a professionally skeptical attitude throughout the audit. The review of management and the proposal for the use of the association's profit or loss is primarily based on the audit of the accounts. Additional audit procedures that are carried out are based on our professional judgment, taking into account risk and materiality. This means that we focus the audit on measures, areas, and circumstances that are essential to the operation, and where deviations and violations would have a significant impact on the association's situation. We review and evaluate decisions made, decision-making basis, actions taken, and other relevant circumstances for our statement on exoneration. As a basis for our statement on the board's proposal for the use of the association's profit or loss, we have reviewed whether the proposal is compatible with the Swedish Housing Act.

Västerås, as stated in our electronic signature.

Ernst & Young AB

Annelie Finnberg Skoog

Authorized Auditor.