

Vestas Mediterranean A/S

CVR no. 28 11 82 01
Hedeager 42, 8200 Aarhus N

Annual report for 2023

Adopted at the annual general meeting on 17 May 2024

chairman

DocuSigned by:

Mikkel Bach Jensen

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Mikkel Bach Jensen

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Statement by Management on the Annual Report

The Supervisory board and Executive board have today considered and approved the annual report of Vestas Mediterranean A/S for the financial period 1 January - 31 December 2023.

The annual report is prepared in accordance with the Danish Financial Statements Act.


In our opinion, the Financial statements give a true and fair view of the Company's financial position at 31 December 2023 and of the results of the Company's operations for the financial year 1 January - 31 December 2023.

In our opinion, Management's review includes a fair review of the matters dealt with in the Management's review.


We recommend that the Annual Report be adopted at the Annual General Meeting.


Aarhus, 17 May 2024

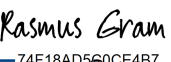
Executive board

DocuSigned by:

Javier Rodriguez Diez

Supervisory board

DocuSigned by:

Henrik Andersen
chairman

DocuSigned by:

Thomas G. Arendt

DocuSigned by:

Rasmus Gram

DocuSigned by:

Javier Rodriguez Diez

Independent Auditor's Report

To the shareholder of Vestas Mediterranean A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2023, and of the results of the Company's operations for the financial year 1 January - 31 December 2023 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Vestas Mediterranean A/S for the financial year 1 January - 31 December 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("financial statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

Management's Responsibilities for the Financial Statements

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

Independent Auditor's Report

In preparing the 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 in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 ISAs and the additional requirements applicable in Denmark 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 financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

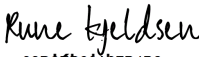
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 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 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 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 contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

Independent Auditor's Report

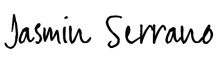
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Hellerup, 17 May 2024

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
CVR no. 33 77 12 31

DocuSigned by:

Rune Kjeldsen

State Authorised Public Accountant
mne34160

DocuSigned by:

Jasmin Serrano
State Authorised Public Accountant
mne47222

Company details

The company

Vestas Mediterranean A/S
Hedeager 42
8200 Aarhus N

Telephone: +45 97 30 00 00

Fax: +45 97 30 00 01

Website: www.vestas.com

CVR no.: 28 11 82 01

Reporting period: 1 January - 31 December 2023

Domicile: Aarhus

Supervisory board

Henrik Andersen, chairman
Rasmus Gram
Javier Rodriguez Diez
Thomas Gunner Arendt

Executive board

Javier Rodriguez Diez

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
2900 Hellerup

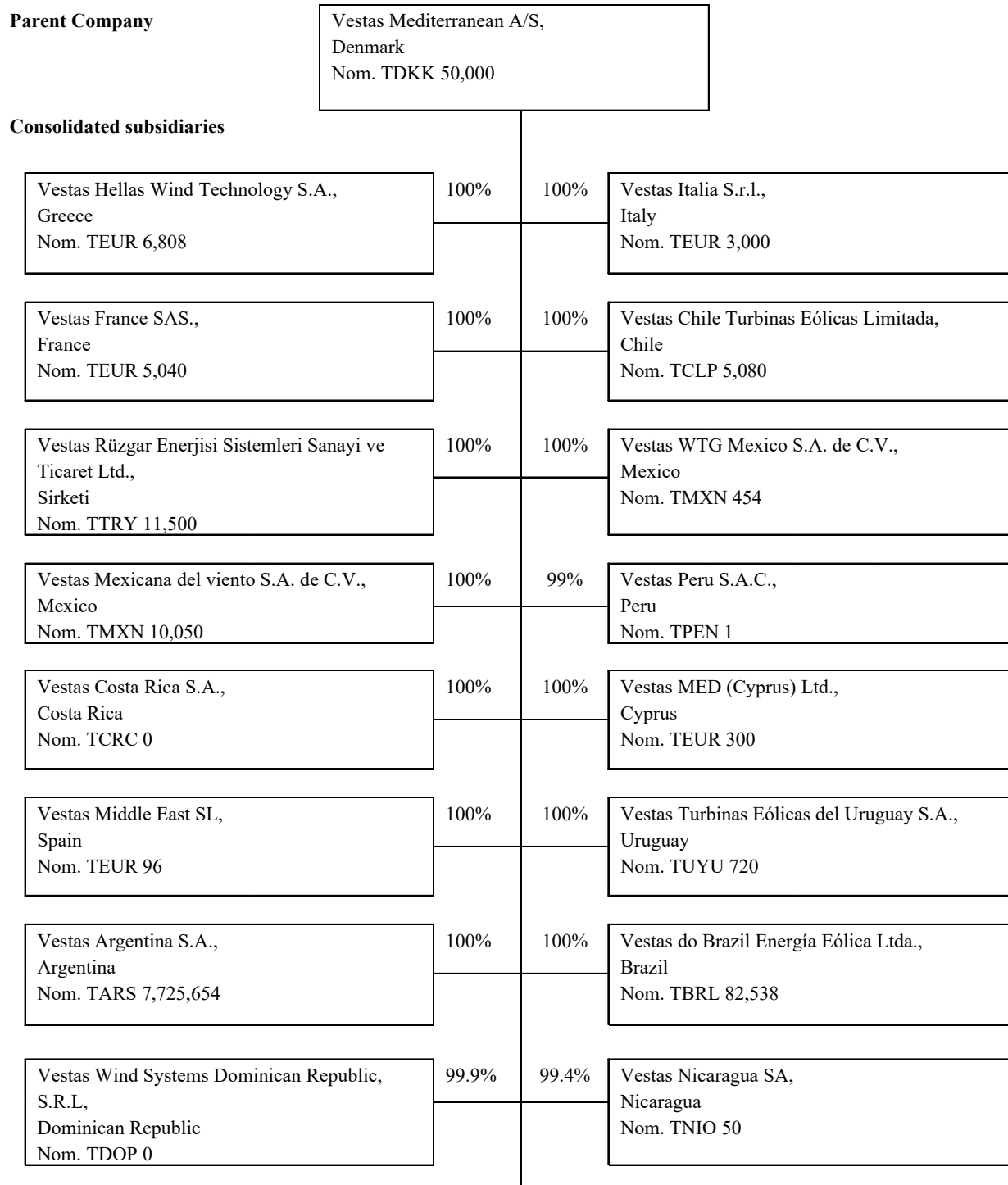
Consolidated financial statements

The company is reflected in the group report of the parent company Vestas Wind Systems A/S, CVR-nr. 10 40 37 82

The group annual report of Vestas Wind Systems A/S, Aarhus, CVR nr. 10 40 37 82 can be obtained at the following address:

Vestas Wind Systems A/S
Hedeager 42
8200 Aarhus N

Group chart



Group chart (continued)

Vestas CV Limitada, Republic of Cape Verde Nom. TDOP 200	100%	100%	Vestas Portugal Lda., Portugal Nom. TEUR 6,000
Vestas Guatemala S.A., Guatemala Nom. TGTQ 5	100%	100%	Vestas Middle East S.L.U. – Jordan branch Jordan Nom. TJOD 0
Vestas Honduras, S.A. De C.V., Honduras Nom. THNL 0	100%	100%	Availon Iberia S.L., Spain Nom. TEUR 3
Vestas Kompozit Kanat, Turkey Nom. TTRY 780	100%	100%	Vestas Senegal SARLU, Senegal Nom. TXOF 1,000
Vestas Jamaica Wind Technology Ltd., Jamaica Nom. TPEN 0	100%	100%	Vestas Maroc, Marocco Nom. TMAD 10
Vestas Eólica S.A., Spain Nom. TEUR 14,741	100%	100%	Vestas Bolivia, Bolivia Nom. TBOB 85
Vestas Future Energy DMCC, UAE Nom. TAED 50	100%	100%	Vestas Colombia S.A.S., Colombia Nom. TCOP 150,000
Vestas Overseas Panamá S.A., Panama Nom. TUSD 10	99%	99%	Vestas El Salvador S.A. de C.V., El Salvador Nom. TUSD 2
Vestas Spare Parts Panamá S.A., Panama Nom. TUSD 10	100%		

Financial highlights

Seen over a 5-year period, the development of the Company may be described by means of the following financial highlights:

	2023	2022	2021	2020	2019
	MDKK	MDKK	MDKK	MDKK	MDKK
Key figures					
Revenue	3,999	1,004	1,733	1,187	3,132
Gross profit	36	249	-142	31	21
Profit/loss before amortisation/depreciation and impairment losses	24	247	-146	29	4
Net financials	56	-490	146	-28	-166
Profit/loss for the year	92	-255	-2	0	-165
Balance sheet					
Balance sheet total	3,639	4,389	3,067	2,510	2,629
Equity	986	929	1,204	1,161	917
Return on assets	0.6%	6.6%	-5.2%	1.3%	0.1%
Solvency ratio	27.1%	21.2%	39.3%	46.3%	34.9%
Return on equity	9.6%	-23.9%	-0.2%	0.0%	-15.3%
Target figures for the underrepresented gender					
Board of Directors					
Total number of members	4				
Percentage of underrepresented gender	0				
Target figure in percentage	25				
Year of fulfillment of target figure	2025				
Other management levels					
Total number of members	1				

The financial ratios are calculated in accordance with the Danish Finance Society's recommendations and guidelines. For definitions, see the summary of significant accounting policies..

Management's review

Business review

The company is a holding company for the Vestas Group's sales and service units in the Mediterranean region and Latin America.

The company has significant importance in facilitating Vestas' business activities and operations in the Mediterranean region and Latin America.

Recognition and measurement uncertainties

The recognition and measurement of items in the annual report is not subject to any significant uncertainty.

Unusual matters

The company's financial position at 31 December 2023 and the results of its operations for the financial year ended 31 December 2023 are not affected by any unusual matters.

Financial review

The company's income statement for the year ended 31 December 2023 shows a profit of MDKK 92 and the balance sheet at 31 December 2023 shows equity of MDKK 986.

Net profit for the year is considered satisfactory compared to expected.

Expected development of the company, including specific prerequisites and uncertainties

Management expect that the Brazilian market remains as cornerstone for Latin America. Mexico showing construction activity with Cimarron project becoming firm order intake and Argentina continues growing with new projects. During 2024 Vestas Mediterranean A/S expect to install around 441MW.

Management expect the result before financial income and expenses to be in line with 2023 for the next year. There is a high degree of uncertainty concerning profit before tax as the profit/loss from investments in subsidiaries and the result of financial income/cost depend on the performance of several underlying companies.

The company's knowledge resources if of particular importance to its future earnings

As part of the Vestas Group, knowledge resources are significant for the company. Processors have been appointed for the company's core processes, which continuously work with mapping and streamlining workflows to ensure continuity and reduce key person dependency in all processes.

Research and development activities in or for the company

The company has no research and development activities.

Management's review

Statutory corporate social responsibility report

With reference to the Danish Financial Statements Act § 99a, subsection 6 the information on social responsibility, including respect for human rights, social conditions, environmental and climatic conditions and the fight against corruption is stated in the annual report of the parent company Vestas Wind Systems A/S.

For more information please refer to:

<https://www.vestas.com/en/investor/reports-and-presentations/esg-related>

Policies on the underrepresented gender

The overall Diversity & Inclusion policy in Vestas, including increasing the gender balance in leadership positions, applies to all employees, functions, units of Vestas and regulated subsidiaries, including Vestas Mediterranean A/S. Strengthening diversity remains a strategic priority for Vestas, as we know that our differences make us better equipped to address the challenges that lie ahead.

We are aware that gender is only one dimension of diversity. Broadening the agenda, to elucidate our commitment to diversity in all its different facets, has in the financial year 2023 presented itself as activities designed to achieve greater inclusion within diversity categories, including but not limited to implementing measures to promote pay equity, improving our ability to recruit female talent, and introducing a mandatory Inclusive Leadership programme.

Board of Directors

Status of achievement of target figure of underrepresented gender

In the financial year 2023, the Board set a gender distribution target for 25/75 percent to be reached no later than 2025, among the board members elected by the Annual General Meeting. The target corresponds to equal gender distribution as defined by the Danish Business Authorities. The target number has not been met in the financial year 2023, as it has not been possible to identify the right candidate from the underrepresented gender. There is still a search for a candidate from the underrepresented gender who can take up a board position.

The target figures for the underrepresented gender is also reflected under the Financial Highlights on page 9 of the annual report.

Other management levels

Information on the exemption from providing information on target figures of underrepresented gender for other management levels due to the number of employee

Vestas Mediterranean A/S had no employees, other than a director, in the financial year 2023. Hence, the company has less than 50 employees and, thus, in accordance with § 99b of the Danish Financial Statements Act, the company is exempted from reporting target numbers on other management levels.

The target figures for the underrepresented gender is also reflected under the Financial Highlights on page 9 of the annual report.

Management's review

Data ethics policy

The overall objective of our Data Ethics Policy is to encourage and motivate all employees of the Vestas Group to handle data with utmost care and respect and to adhere to a responsible and sustainable use of data by following our guiding principles on data ethics. As a global company we align with universal principles on fundamental rights.

Through ethical use of our smart data capabilities and groundbreaking new technologies our aim is to achieve our long-term business objectives and extend our position as the energy industry's leading global partner on sustainable energy. We report on this in accordance with Section 99d of the Danish Financial Statements Act.

Accounting policies

The annual report of Vestas Mediterranean A/S for 2023 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to large class C entities.

The annual report for 2023 is presented in TDKK.

Pursuant to section §112, of the Danish Financial Statements Act, the company has not prepared consolidated financial statements.

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the company and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses. If foreign currency instruments are considered cash flow hedges, any unrealised value adjustments are taken directly to a fair value reserve under 'Equity'.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Accounting policies

Income statement

Hedge accounting

Fair value adjustments of financial instruments that are designated and qualify as fair value hedges of recognised assets or liabilities are recognised in the income statement together with any fair value adjustments of the hedged asset or liability that can be attributed to the hedged risk.

Changes in the fair value of financial instruments that are designated and qualify as hedges of expected future transactions are recognised in equity under retained earnings as regards the effective portion of the hedge. The ineffective portion of the hedge is recognised in the income statement. If the hedged transaction results in an asset or a liability, amounts deferred under equity are transferred to the cost of the asset or liability. If the hedged transaction results in income or expenses, amounts deferred under equity are transferred to the income statement in the period in which the hedged transaction is recognised. The amount is recognised in the same item as the hedged transaction.

Changes in the fair value of financial instruments that are designated and qualify as hedges of net investments in independent foreign subsidiaries, participating interests or associates are recognised directly in equity as regards the effective portion of the hedge, while the ineffective portion is recognised in the income statement.

Revenue

Revenue comprises sale of wind turbines and wind power systems which is recognised according to IFRS 15.

Contracts to deliver large wind power systems with a high degree of customisation are recognised in revenue as the systems are constructed based on the stage of completion of the individual contract (percentage-of-completion-method).

Sale of individual wind turbines and small wind power systems based on standard solutions are recognised in the income statement provided that the control has been transferred to the buyer prior to the year end, and provided that the income can be measured reliably and is expected to be received.

Cost of productions

Costs of sales comprise the expenses incurred to achieve revenue for the year. Cost comprises raw materials and consumables.

Administrative costs

Administrative expenses comprise expenses incurred in the year related to management, administrative staff, office premises, office expenses, etc.

Accounting policies

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Net financials include interest income and expenses, realised and unrealised capital/exchange gains and losses on foreign currency transactions, loans and surcharges and allowances under the advance-payment-of-tax scheme, etc.

Result from investments in subsidiaries

Dividend from investments is recognised in the reporting year in which the dividend is declared.

Tax on profit/loss for the year

The company is subject to the Danish rules on compulsory joint taxation of the Group's Danish subsidiaries. Subsidiaries participate in the joint taxation arrangement from the time when they are included in the consolidated financial statements and until the time when they withdraw from the consolidation.

On payment of joint taxation contributions, the current Danish income tax is allocated between the jointly taxed entities in proportion to their taxable income. Entities with tax losses receive joint taxation contributions from entities that have been able to use tax losses to reduce their own taxable profits.

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Balance sheet

Investments in subsidiaries

Investment in subsidiaries are measured at cost. If cost exceeds the recoverable amount, a write-down is made to this lower value.

Inventories

Inventories are measured at cost using the weighted average method. Where the net realisable value is lower than the cost, inventories are recognised at this lower value.

The cost of finished goods comprise purchase price and transportation costs.

The net realisable value of inventories is calculated as the expected selling price less direct costs of completion and expenses incurred to effect the sale. The net realisable value is determined taking into account marketability, obsolescence and expected selling price movements.

Receivables

Receivables are measured at amortised cost.

Accounting policies

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable is impaired, an impairment loss for that individual asset is recognised.

Cash and cash equivalents

Cash and cash equivalents comprise cash and deposits at banks.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Joint taxation contributions payable and receivable are recognised in the balance sheet as 'Joint taxation contributions receivable' or 'Joint taxation contributions payable'.

Deferred tax is measured according to the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax adjustments resulting from changes in tax rates are recognised in the income statement, with the exception of items taken directly to equity.

Deferred tax assets, including the tax base of tax losses allowed for carry forward, are measured at the value to which the asset is expected to be realised, either as a set-off against tax on future income or as a set-off against deferred tax liabilities within the same legal tax entity. Any deferred net tax assets are measured at net realisable value.

Prepayments

Prepayments from customers are recognised as liabilities. Prepayments from customers recognised as liabilities are measured at cost and comprise prepayments received from wind power plants ordered but not yet delivered.

Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Cash flow statement

No cash flow statement has been prepared for the company, as the company's cash flows are included in the consolidated cash flow statement in accordance with section 86 (4) of the Danish Financial Statement Act.

Accounting policies

Financial Highlights

Definitions of financial ratios.

Return on assets	$\frac{\text{Profit/loss before financials} \times 100}{\text{Average assets}}$
Solvency ratio	$\frac{\text{Equity at year end} \times 100}{\text{Total assets}}$
Return on equity	$\frac{\text{Net profit for the year} \times 100}{\text{Average equity}}$

Income statement 1 January 2023 - 31 December 2023

	Note	2023 TDKK	2022 TDKK
Revenue	1	3,998,571	1,003,739
Cost of productions		-3,962,121	-754,379
Gross profit/loss		36,450	249,360
Administrative costs		-12,263	-2,705
Operating profit/loss		24,187	246,655
Profit/loss before financial income and expenses		24,187	246,655
Result from investments in subsidiaries	2	126,422	-253,148
Financial income	3	203,109	166,718
Financial costs	4	-273,276	-403,161
Profit/loss from ordinary activities before tax		80,442	-242,936
Profit/loss before tax		80,442	-242,936
Tax on profit/loss for the year	5	12,011	-12,402
Net income for the year		92,453	-255,338
Distribution of profit/loss	6		

Balance sheet at 31 December 2023

	Note	2023 <small>TDKK</small>	2022 <small>TDKK</small>
Assets			
Investments in subsidiaries	7	1,031,910	843,322
Fixed asset investments		1,031,910	843,322
Total non-current assets		1,031,910	843,322
Inventories		2,145,968	3,023,604
Inventories		2,145,968	3,023,604
Trade receivables		79,911	33,995
Receivables from group companies		297,612	461,941
Other receivables		70,637	26,407
Deferred tax asset	8	2,077	0
Joint taxation contributions receivable		10,115	0
Receivables		460,352	522,343
Cash at bank and in hand		1,041	0
Total current assets		2,607,361	3,545,947
Total assets		3,639,271	4,389,269

Balance sheet at 31 December 2023

	Note	2023 TDKK	2022 TDKK
Equity and liabilities			
Share capital		50,000	50,000
Retained earnings		946,329	853,876
Cash flow hedging reserve		-10,161	24,997
Equity	9	986,168	928,873
Provision for deferred tax	8	0	7,051
Total provisions		0	7,051
Prepayments received from customers		2,016,414	3,055,354
Trade payables		171,506	204,926
Payables to group companies		455,741	192,663
Joint taxation contributions payable		0	402
Other payables		9,442	0
Total current liabilities		2,653,103	3,453,345
Total liabilities		2,653,103	3,453,345
Total equity and liabilities		3,639,271	4,389,269
Subsequent events	10		
Contingent liabilities	11		
Financial instruments	12		
Related parties and ownership structure	13		

Statement of changes in equity

	Share capital	Retained earnings	Cash flow hedging reserve	Total
	TDKK	TDKK	TDKK	TDKK
Equity at 1 January 2023	50,000	853,876	24,997	928,873
Value adjustment of hedging instruments in the year	0	0	-9,951	-9,951
Value adjustment of hedging instruments realized	0	0	-35,124	-35,124
Net profit for the year	0	92,453	0	92,453
Tax of changes in equity	0	0	9,917	9,917
Equity at 31 December 2023	50,000	946,329	-10,161	986,168

Notes

	<u>2023</u> TDKK	<u>2022</u> TDKK
1 Revenue		
Europe	12,806	11,877
Rest of the world	<u>3,985,765</u>	<u>991,862</u>
Total revenue	<u>3,998,571</u>	<u>1,003,739</u>
Power solution	<u>3,998,571</u>	<u>1,003,739</u>
Total revenue	<u>3,998,571</u>	<u>1,003,739</u>
2 Result from investments in subsidiaries		
Impairment for the year	0	-253,148
Reversal of prior year impairment	<u>126,422</u>	<u>0</u>
	<u>126,422</u>	<u>-253,148</u>
3 Financial income		
Interest received from group companies	123,523	14,381
Other financial income	0	24,495
Exchange rate adjustments	<u>79,586</u>	<u>127,842</u>
	<u>203,109</u>	<u>166,718</u>
4 Financial costs		
Interest paid to group companies	163,707	33,811
Other financial costs	10,007	83,821
Exchange rate adjustments	<u>99,562</u>	<u>285,529</u>
	<u>273,276</u>	<u>403,161</u>

Notes

	2023	2022
	TDKK	TDKK
5 Tax on profit/loss for the year		
Current tax for the year	-10,115	402
Deferred tax for the year	0	11,999
Adjustment of tax concerning previous years	-1,896	1
	-12,011	12,402
 6 Distribution of profit/loss		
Retained earnings	92,453	-255,338
	92,453	-255,338
 7 Investments in subsidiaries		
Cost at 1 January 2023	1,117,554	870,209
Additions for the year	80,415	247,345
Disposals for the year	-18,249	0
Cost at 31 December 2023	1,179,720	1,117,554
Revaluations at 1 January 2023	-274,232	-21,084
Impairment for the year	0	-253,148
Reversal of prior year impairment	126,422	0
Revaluations at 31 December 2023	-147,810	-274,232
 Carrying amount at 31 December 2023	1,031,910	843,322

Notes

Investments in subsidiaries are specified as follows:

Name	Registered office	Currency	Ownership interest	Equity	Profit/loss for the year
Vestas Hellas Wind Technology S.A.,	Greece	TEUR	100%	212	-3,409
Vestas Italia S.r.l	Italy	TEUR	100%	41,012	6,415
Vestas France SAS	France	TEUR	100%	44,641	2,015
Vestas Chile Turbinas Eólicas Limitada	Chile	TCLP	100%	558,878	1,751,631
Vestas Rüzgar Enerjisi Sistemleri Sanayi ve Ticaret Ltd. Sirketi	Turkey	TTRY	100%	42,726	27,225
Vestas WTG Mexico S.A. de C.V	Mexico	TMXN	100%	-654,777	275,094
Vestas Mexicana del Viento S.A. de C.V.	Mexico	TMXN	100%	214,937	33,887
Vestas Peru S.A.C.	Peru	TPEN	99%	76,475	82
Vestas Costa Rica S.A.	Costa Rica	TCRC	100%	1,379,614	-64,372
Vestas MED Cyprus Ltd	Cyprus	TEUR	100%	902	24
Vestas Colombia S.A.S	Colombia	TCOP	100%	3,140,640	2,639,875
Vestas Turbinas Eólicas de Uruguay S.A.	Uruguay	TUTU	100%	-344,191	-40,188
Vestas Argentina S.A.	Argentina	TARS	100%	-547,894	5,403,561
Vestas do Brasil Energia Eólica Ltda.	Brazil	TBRL	100%	777	319,980
Vestas Wind Systems Dominican Republic S.R.L.	Dominican Republic	TDOP	100%	-554,996	-556,617
Vestas Nicaragua SA	Nicaragua	TNIO	99%	14,347	-22,925
Vestas CV Limitada	Cape Verde	TDOP	100%	-7,070	-4,642
Vestas Portugal LDA	Portugal	TEUR	100%	17,309	2,035
Vestas Guatemala S.A.	Guatamala	TGTQ	100%	20,182	-1,035
Vestas Middle East S.L.	Spain	TEUR	100%	-12,317	178
Vestas Honduras, S.A. De C.V	Honduras	THNL	100%	-85,126	1,356
Availon Iberia S.L.	Spain	TEUR	100%	2,179	127
Vestas Kompozit Kanat	Turkey	TTRY	100%	-2,425	-10,252
Vestas Senegal S.A.R.L.U	Senegal	TXOF	100%	-18,081	115,035
Vestas Jamaica Wind Technology Ltd.	Jamaica	TJMD	100%	-401,753	168,574
Vestas Maroc	Morocco	TMAD	100%	37,256	12,238
Vestas Eólica SA	Spain	TEUR	100%	38,574	6,273
Vestas Bolivia	Bolivia	TBOB	100%	-36,771	-36,559

Notes

7 Investments in subsidiaries (continued)

Name	Registered office	Currency	Ownership interest	Equity	Profit/loss for the year
Vestas Overseas Panamá S.A	Panama	TUSD	99%	2,553	1,125
Vestas El Salvador S.A de C.V.	El Salvador	TUSD	99%	-72,665	-84,516
Vestas Future Energy DMCC	Dubai	TAED	100%	1,633	151
Vestas Spare Parts Panamá S.A.	Panama	TUSD	100%	-45,349	-43,933
Vestas Middle East S.L.U.	Jordan	TJOD	100%	10,663	224

8 Provision for deferred tax

	2023 TDKK	2022 TDKK
Provision for deferred tax	7,051	492
Deferred tax recognised in income statement	0	11,999
Deferred tax recognised in equity	-9,128	-5,440
Provision for deferred tax	-2,077	7,051

Provisions for deferred tax on:

Hedging on equity	-2,077	7,051
Transferred to deferred tax asset	2,077	0
	0	7,051

Deferred tax asset

Calculated tax asset	2,077	0
Carrying amount	2,077	0

9 Equity

The share capital consists of 50,000 shares of a nominal value of DKK 1,000. No shares carry any special rights.

Notes

10 Subsequent events

No events have occurred after the balance sheet date which could significantly affect the company's position.

11 Contingent liabilities

The company is included in the joint taxation with the Group's other Danish companies and severally liable for tax on consolidated taxable income etc.

The company has no contingent liabilities.

12 Financial instruments

The Company has entered into derivatives with Vestas Wind Systems A/S in the form of FX forward contracts.

TDKK	The fair value of the derivatives	
	2023	2022
Assets	5,345	106,080
Liabilities	18,371	74,032
Net amount recognised as other receivables from group companies / other payables to group companies.	-13,026	32,048

The FX forward contracts are entered into to hedge future purchases of goods and sales in primarily USD and EUR. The Company's net position amounts to USD -87m. The derivatives mature during 2024.

In addition to the above, the company has entered into sales contracts with customers in USD and EUR. The company has separated the embedded derivatives and designated the currency element to hedge cost of goods. The company's net position amounts to EUR 64m and fair value amounts to DKK -9m (2022: DKK 34m). The amount is recognised as other receivables/other payables.

Notes

13 Related parties and ownership structure

Transactions

All transactions with related parties have been carried out on an arm's length basis.

Ownership structure

According to the company's register of shareholders, the following shareholder holds at least 5% of the votes or at least 5% of the share capital:

Vestas Wind Systems A/S, Hedeager 42, 8200 Aarhus N