

## **Baltic Energy Group ApS**

c/o Per Villum Hansen  
Fjordager 10  
4040 Jyllinge

CVR no. 32 55 09 08

**Annual report for the period  
1 October 2020 to 30 September 2021**  
(12th Financial year)

Prepared without audit or review

Adopted at the annual general meeting  
on 3 March 2022

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Lone Hansen  
chairman

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## **Statement by management on the annual report**

The supervisory board and executive board have today discussed and approved the annual report of Baltic Energy Group ApS for the financial year 1 October 2020 - 30 September 2021.

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 30 September 2021 and of the results of the company's operations for the financial year 1 October 2020 - 30 September 2021.

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

The financial statements have not been audited. Management considers the criteria for not auditing the financial statements to be met.

Management recommends that the annual report should be approved by the company in general meeting.

Jyllinge, 3 March 2022

### **Executive board**

Lone Hansen

### **Supervisory board**

Livia Berton  
chairman

Lorenzo Berton

Per Villum Hansen

Lone Hansen

## **Auditor's report on compilation of the financial statements**

### **To the shareholders of Baltic Energy Group ApS**

We have compiled the financial statements of Baltic Energy Group ApS for the financial year 1 October 2020 - 30 September 2021 based on the company's bookkeeping records and other information made available by enterprise.

The financial statements comprises a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes.

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the enterprise in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), including principles relating to integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are the enterprise's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by enterprise for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Hellerup, 3 March 2022  
CVR no. 33 25 68 76



Hans Olsen  
Statsautoriseret revisor  
MNE no. mne25347

## Company details

### The company

Baltic Energy Group ApS  
c/o Per Villum Hansen  
Fjordager 10  
4040 Jyllinge

CVR no.: 32 55 09 08

Reporting period: 1 October 2020 - 30 September 2021  
Incorporated: 24 September 2009

Domicile: Roskilde

### Supervisory board

Livia Berton, chairman  
Lorenzo Berton  
Per Villum Hansen  
Lone Hansen

### Executive board

Lone Hansen

### Auditors

Crowe  
Statsautoriseret Revisionsinteressentskab v.m.b.a.  
Rygårds Allé 104  
2900 Hellerup

## **Management's review**

### **Business review**

The company's activities are to develop projects within renewable energy, including advising on this. Contracts have been entered into where invoicing can only take place once the necessary permits have been obtained. In addition, investments are made in project companies that have the rights to utilize renewable energy.

### **Financial review**

The company's income statement for the year ended 30 September 2021 shows a profit of DKK 14.215.158, and the balance sheet at 30 September 2021 shows equity of DKK 96.698.

Through subsidiaries, the company has initiated the design of wind turbines in Sicily and Calabria. Once the project is completed, the subsidiaries will be sold. Due to the outbreak of COVID19, which has hit Italy particularly hard, there has only been a modest development of the projects.

The company owns 2 project companies, where conditional agreements have been entered into the sale of shares in previous years. In this year one of the project companies have been finally sold and the major part of the proceed has been paid. Around DKK 4 million will be paid in the coming years.

The company has sold a company on a conditional sale agreement, which has resulted in a smaller income a few years ago. Furthermore the company has in this year received a prepayment of around DKK 1 million. The company accrues a significant income when the buyer initiates the project. It is expected that the final transfer can take place before the end of 2022.

The majority of the company's creditors are to the company's owners as well as prepayments received. Management expects to be able to complete the projects so that the prepayments do not have to be repaid.

### **Significant events occurring after the end of the financial year**

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

## **Accounting policies**

The annual report of Baltic Energy Group ApS for 2020/21 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to reporting class B entities, as well as provisions applying to reporting class C entities.

The accounting policies applied are consistent with those of last year.

Pursuant to sections §110 subsection 1, 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, depreciation 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.

## **Income statement**

### **Gross profit**

Gross profit reflects an aggregation of revenue less other external expenses.

### **Revenue**

Income is recognized in the income statement if the transfer of risk, usually upon delivery to the buyer, has taken place and if the income can be calculated reliably and is expected to be received.

### **Financial income and expenses**

Financial income and expenses are recognized in the income statement with the amounts relating to the financial year. Financial items include interest income and expenses, debt and transactions in foreign currency, amortization of financial assets and liabilities as well as surcharges and reimbursement under the advance tax scheme, etc.

## **Accounting policies**

### **Tax on profit/loss for the year**

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 and capital interest**

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

#### **Receivables**

Receivables are measured at amortised cost and reduced with impairment loss if necessary.

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.

#### **Equity**

##### **Dividends**

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

##### **Income tax and deferred tax**

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.

##### **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.

##### **Deferred income**

Prepayments and accrued income comprise payments received relating to income in subsequent years.



## **Accounting policies**

### **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.

**Income statement**  
**1 October 2020 - 30 September 2021**

	<u>Note</u>	<u>2020/21</u> DKK	<u>2019/20</u> TDKK
<b>Gross profit</b>		<b>186.064</b>	<b>-180</b>
Income from investments in subsidiaries		14.056.088	0
Financial costs		<u>-26.994</u>	<u>-101</u>
<b>Profit/loss before tax</b>		<b>14.215.158</b>	<b>-281</b>
Tax on profit/loss for the year		<u>0</u>	<u>0</u>
<b>Profit/loss for the year</b>		<b><u>14.215.158</u></b>	<b><u>-281</u></b>
<b>Recommended appropriation of profit/loss</b>			
Extraordinary dividend for the year		2.800.000	0
Retained earnings		<u>11.415.158</u>	<u>-281</u>
		<b><u>14.215.158</u></b>	<b><u>-281</u></b>

## Balance sheet at 30 September 2021

	<u>Note</u>	<u>2020/21</u> DKK	<u>2019/20</u> TDKK
<b>Assets</b>			
Investments in subsidiaries	1	1	0
Investments in capital interest	2	<u>1</u>	<u>0</u>
<b>Fixed asset investments</b>		<u><b>2</b></u>	<u><b>0</b></u>
<b>Total non-current assets</b>		<u><b>2</b></u>	<u><b>0</b></u>
Other receivables		<u>4.315.563</u>	<u>5</u>
<b>Receivables</b>		<u><b>4.315.563</b></u>	<u><b>5</b></u>
<b>Cash at bank and in hand</b>		<u><b>2.062.072</b></u>	<u><b>24</b></u>
<b>Total current assets</b>		<u><b>6.377.635</b></u>	<u><b>29</b></u>
<b>Total assets</b>		<u><u><b>6.377.637</b></u></u>	<u><u><b>29</b></u></u>

## Balance sheet at 30 September 2021

	<u>Note</u>	<u>2020/21</u> DKK	<u>2019/20</u> TDKK
<b>Equity and liabilities</b>			
Share capital		125.000	125
Retained earnings		-28.302	-11.443
<b>Equity</b>		<b>96.698</b>	<b>-11.318</b>
Prepayments received from customers		4.602.171	6.348
Trade payables		371.787	1.969
Other payables		1.306.981	3.030
<b>Total current liabilities</b>		<b>6.280.939</b>	<b>11.347</b>
<b>Total liabilities</b>		<b>6.280.939</b>	<b>11.347</b>
<b>Total equity and liabilities</b>		<b>6.377.637</b>	<b>29</b>
Uncertainty about the continued operation (going concern)	3		
Contingent liabilities	4		
Mortgages and collateral	5		

## Statement of changes in equity

	Share capital	Retained earnings	Proposed extraordinary dividend	Total
Equity at 1 October 2020	125.000	-11.443.460	0	-11.318.460
Extraordinary dividend paid	0	0	-2.800.000	-2.800.000
Net profit/loss for the year	0	11.415.158	2.800.000	14.215.158
<b>Equity at 30 September 2021</b>	<b>125.000</b>	<b>-28.302</b>	<b>0</b>	<b>96.698</b>

## Notes

	2020/21 DKK	2019/20 TDKK
<b>1 Investments in subsidiaries</b>		
Cost at 1 October 2020	2.161.784	2.162
Disposals for the year	-134.100	0
Cost at 30 September 2021	2.027.684	2.162
Revaluations at 1 October 2020	-2.161.783	-2.162
Disposals for the year	134.100	0
Revaluations at 30 September 2021	-2.027.683	-2.162
<b>Carrying amount at 30 September 2021</b>	<b>1</b>	<b>0</b>

Investments in subsidiaries are specified as follows:

Name	Registered office	Ownership interest
Parco Eolico de Cerami S.R.l.	Italy*	90%
Parco Eolico Campano S.r.l. in liquidazione	Italy*	100%
Parco Eolico Capezzana S.r.l.	Italy*	90%
Parco Eolico Bivongi S.r.l. in liquidazione	Italy*	80%
Parco Eolico di Lamezia Europa S.r.l.	Italy*	80%
Parco Eolico della Piana S.r.l.	Italy*	90%
Baltic Biomasse Sicilia Srl in liquidazione	Italy*	90%
Baltic Biomasse Centro Italia S.r.l. in liquidazione	Italy*	90%
Parco Eolico di Brognaturo S.r.l.	Italy*	80%
Parco Eolico di Ramacca S.r.l.	Italy*	85%
Parco Eolico di S. Vito S.r.l.	Italy*	100%
Baltic Biomasse Calabria ardl	Italy	90%

## Notes

	2020/21 DKK	2019/20 TDKK
<b>2 Investments in capital interest</b>		
Cost at 1 October 2020	1	0
Cost at 30 September 2021	1	0
Revaluations at 1 October 2020	0	0
Revaluations at 30 September 2021	0	0
<b>Carrying amount at 30 September 2021</b>	<b>1</b>	<b>0</b>

Investments in capital interest are specified as follows:

Name	Registered office	Ownership interest
Puffin ApS	Jyllinge	50%

### 3 Uncertainty about the continued operation (going concern)

The majority of the company's creditors are to the company's owners as well as prepayments received. Management expects to be able to complete the projects so that the advance payments do not have to be repaid.

### 4 Contingent liabilities

None.

### 5 Mortgages and collateral

No security or pledge has been provided in the company's assets other than one subsidiary with a booked value of DKK 1.