

Momentum Energy Karrebæk ApS
Københavnsvej 81, 4000 Roskilde

Annual report
2021

Company reg. no. 33 06 15 36

The annual report was submitted and approved by the general meeting on the 2 June 2022.

Jacob Richter
Chairman of the meeting

Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Contents

Page

Reports

- 1 Management's statement
- 2 Independent auditor's report

Management's review

- 5 Company information
- 6 Management's review

Financial statements 1 January - 31 December 2021

- 7 Accounting policies
- 11 Income statement
- 12 Balance sheet
- 14 Statement of changes in equity
- 15 Notes

Management's statement

Today, the Managing Director has approved the annual report of Momentum Energy Karrebæk ApS for the financial year 2021.

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

I consider the chosen accounting policy to be appropriate, and in my opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year 1 January - 31 December 2021.

Further, in my opinion, the Management's review gives a true and fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the Annual General Meeting.

Roskilde, 2 June 2022

Managing Director

Michael Shalmi

Independent auditor's report

To the Shareholders of Momentum Energy Karrebæk ApS

Opinion

We have audited the financial statements of Momentum Energy Karrebæk ApS for the financial year 1 January - 31 December 2021, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes, for the Company. The financial statements are prepared under the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2021, and of the results of the Company's operations for the financial year 1 January - 31 December 2021 in accordance with the Danish Financial Statements Act.

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.

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.

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.

Independent auditor's report

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.

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.

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.

Independent auditor's report

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, we conclude that Management's Review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of Management's Review.

Copenhagen, 2 June 2022

Martinsen

State Authorised Public Accountants
Company reg. no. 32 28 52 01

Leif Tomasson
State Authorised Public Accountant
mne25346

Lars Greve Jensen
State Authorised Public Accountant
mne32199

Company information

The company	Momentum Energy Karrebæk ApS Københavnsvej 81 4000 Roskilde
	Company reg. no. 33 06 15 36 Established: 30 June 2010 Domicile: Financial year: 1 January - 31 December
Managing Director	Michael Shalmi
Auditors	Martinsen Statsautoriseret Revisionspartnerselskab Øster Allé 42 2100 København Ø
Parent company	Momentum Energy Karrebæk Holding K/S

Management´s review

The principal activities of the company

The principal activities are owning and operating wind turbines.

The company owns a total of 51 wind turbines.

The estimated useful life of the wind turbines has been reassessed and is now 40 years instead of 10 years after the purchase of the wind turbine. The residual value has also been reassessed from 20 % of the cost to 0 % of the cost.

Development in activities and financial matters

The gross loss for the year totals DKK -1.389.714 against DKK 6.708.824 last year. Loss from ordinary activities after tax totals DKK -6.862.281 against DKK 2.041.789 last year.

Accounting policies

The annual report for Momentum Energy Karrebæk ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

Changes in the accounting policies

Wind turbines was measured at cost less accrued depreciation and writedown for impairment.

Now wind turbines are measured at cost less accrued depreciation and writedown for impairment and plus revaluations. Subsequently the wind turbines are measured at fair value, which represent the value for wich the individual asset is assessed to be able to be sold on the reporting date to an independant buyer.

According to the Danish Financial Statements Act § 51, stk. 2, the comparative figures concerning wind turbines have not been adjusted.

Except for the above, the accounting policies remain unchanged from last year.

Income statement

Gross loss

Gross loss comprises the revenue, changes in inventories of finished goods and external costs.

The enterprise will be applying IAS 11 and IAS 18 as its basis of interpretation for the recognition of revenue.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Recognition of revenue is exclusive of VAT and taxes and less any discounts relating directly to sales.

Other external costs

Other external costs comprise costs incurred for administration.

Staff costs

Staff costs include salaries and wages, including holiday allowances, pensions, and other social security costs, etc., for staff members. Staff costs are less government reimbursements.

Depreciation, amortisation, and writedown for impairment

Depreciation, amortisation, and writedown for impairment comprise depreciation on, amortisation of, and writedown for impairment of intangible and tangible assets, respectively.

Accounting policies

Other operating expenses

Other operating expenses comprise items of secondary nature as regards the principal activities of the enterprise, including losses on the disposal of intangible and tangible assets.

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses and realised and unrealised capital gains and losses relating to transactions in foreign currency.

Tax on net profit or loss for the year

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

The company is subject to Danish rules on compulsory joint taxation of Danish group enterprises.

The current Danish income tax is allocated among the jointly taxed companies proportional to their respective taxable income (full allocation with reimbursement of tax losses).

Statement of financial position

Property, plant, and equipment

Land is measured at cost. Land is not subject to depreciation.

Wind turbines are measured at cost less accrued depreciation and writedown for impairment and plus revaluations. Land is not subject to depreciation.

The depreciable amount is cost less any expected residual value after the end of the useful life of the asset. The amortisation period and the residual value are determined at the acquisition date and reassessed annually. If the residual value exceeds the carrying amount, the depreciation is discontinued.

If the amortisation period or the residual value is changed, the effect on amortisation will, in future, be recognised as a change in the accounting estimates.

The cost comprises acquisition cost and costs directly associated with the acquisition until the time when the asset is ready for use.

Wind turbines are subsequently measured at fair value, which represents the value for which the individual asset is assessed to be able to be sold on the reporting date to an independent buyer. The fair value is based on an acquisition offer from an independent buyer.

Accounting policies

Reversal of previous revaluations and recognised deferred taxes concerning revaluations are recognised directly in company equity.

	Useful life
Wind turbines	40 years

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Investments

Other financial instruments

Financial instruments recognised under non-current assets comprise listed bonds and shares measured at fair value on the reporting date. Listed financial instruments are measured at market price.

Other unlisted financial instruments are measured at cost. Writedown for impairment is done to the recoverable amount if this value is lower than the carrying amount.

Inventories

Inventories are measured at cost according to the FIFO method. In cases when the net realisable value of the inventories is lower than the cost, the latter is written down for impairment to this lower value.

Costs of goods for resale, raw materials, and consumables comprise acquisition costs plus delivery costs.

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

Prepayments and accrued income

Prepayments and accrued income recognised under assets comprise incurred costs concerning the following financial year.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand.

Equity

Revaluation reserve

Revaluations of wind turbines less deferred tax are recognised under the revaluation reserve. The reserve is reduced when the value of revalued wind turbines is reduced due to depreciation. The reduction represents the difference between depreciation based on the revalued carrying amount of the wind turbines and depreciation based on the original cost of the wind turbines.

Accounting policies

Income tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

The company is jointly taxed with consolidated Danish companies. The current corporate income tax is distributed between the jointly taxed companies in proportion to their taxable income and with full distribution with reimbursement as to tax losses. The jointly taxed companies are comprised by the Danish tax prepayment scheme.

Joint taxation contributions payable and receivable are recognised in the statement of financial position as "Income tax receivable" or "Income tax payable".

According to the rules of joint taxation, Momentum Energy Karrebæk ApS is proportionally liable to pay the Danish tax authorities the total income tax, including withholding tax on interest, royalties, and dividends, arising from the jointly taxed group of companies.

Deferred tax is measured on the basis of temporary differences in assets and liabilities with a focus on the statement of financial position. Deferred tax is measured at net realisable value.

Adjustments take place in relation to deferred tax concerning elimination of unrealised intercompany gains and losses.

Liabilities other than provisions

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2021</u>	<u>2020</u>
Gross loss	-1.389.714	6.708.824
1 Staff costs	0	-253.523
Depreciation and writedown	-5.618.374	-2.644.828
Other operating expenses	0	-747
Operating profit	-7.008.088	3.809.726
Other financial income	145.325	0
Other financial expenses	-957.189	-1.184.697
Pre-tax net profit or loss	-7.819.952	2.625.029
Tax on net profit or loss for the year	957.671	-583.240
Net profit or loss for the year	-6.862.281	2.041.789
 Proposed appropriation of net profit:		
Transferred to retained earnings	0	2.041.789
Allocated from retained earnings	-6.862.281	0
Total allocations and transfers	-6.862.281	2.041.789

Balance sheet at 31 December

All amounts in DKK.

Assets		
<u>Note</u>	<u>2021</u>	<u>2020</u>
Non-current assets		
2 Land	1.824.163	1.754.163
3 Wind turbines	158.115.535	27.993.095
Total property, plant, and equipment	<u>159.939.698</u>	<u>29.747.258</u>
4 Other financial investments	505.037	359.712
Total investments	<u>505.037</u>	<u>359.712</u>
Total non-current assets	<u>160.444.735</u>	<u>30.106.970</u>
Current assets		
Raw materials and consumables	2.874.000	1.322.800
Total inventories	<u>2.874.000</u>	<u>1.322.800</u>
Trade receivables	264.424	743.124
Other receivables	786.225	561.803
Prepayments	577.591	521.121
Total receivables	<u>1.628.240</u>	<u>1.826.048</u>
Cash and cash equivalents	194.362	62.972
Total current assets	<u>4.696.602</u>	<u>3.211.820</u>
Total assets	<u>165.141.337</u>	<u>33.318.790</u>

Balance sheet at 31 December

All amounts in DKK.

<u>Note</u>	<u>2021</u>	<u>2020</u>
Equity and liabilities		
Equity		
Contributed capital	150.000	150.000
Revaluation reserve	102.957.024	0
Retained earnings	2.931.822	6.016.286
Total equity	106.038.846	6.166.286
Provisions		
Provisions for deferred tax	30.080.000	1.933.036
5 Other provisions	0	65.475
Total provisions	30.080.000	1.998.511
Long term liabilities other than provisions		
Mortgage loans	18.248.250	2.441.273
Deposits	8.600	8.600
6 Total long term liabilities other than provisions	18.256.850	2.449.873
6 Current portion of long term liabilities	2.100.000	2.591.593
Bank debts	3.841.445	15.253.828
Trade payables	4.233.258	372.752
Payables to parent company	250.000	0
Other payables	340.938	4.485.947
Total short term liabilities other than provisions	10.765.641	22.704.120
Total liabilities other than provisions	29.022.491	25.153.993
Total equity and liabilities	165.141.337	33.318.790
7 Charges and security		
8 Contingencies		
9 Related parties		

Statement of changes in equity

All amounts in DKK.

	Contributed capital	Revaluation reserve	Retained earnings	Proposed dividend for the financial year	Total
Equity 1 January 2020	150.000	0	3.974.497	1.000.000	5.124.497
Distributed dividend	0	0	0	-1.000.000	-1.000.000
Profit or loss for the year brought forward	0	0	2.041.789	0	2.041.789
Equity 1 January 2021	150.000	0	6.016.286	0	6.166.286
Profit or loss for the year brought forward	0	0	-6.862.281	0	-6.862.281
Revaluations for the year	0	135.774.001	0	0	135.774.001
Deferred tax, revaluation	0	-29.039.160	0	0	-29.039.160
Depreciation relating to revalued assets	0	-3.777.817	3.777.817	0	0
	150.000	102.957.024	2.931.822	0	106.038.846

Notes

All amounts in DKK.

	<u>2021</u>	<u>2020</u>
1. Staff costs		
Salaries and wages	0	249.243
Other costs for social security	0	4.280
	<u>0</u>	<u>253.523</u>
2. Land		
Cost 1 January 2021	1.754.163	1.640.929
Additions during the year	0	113.234
Disposals during the year	70.000	0
Cost 31 December 2021	<u>1.824.163</u>	<u>1.754.163</u>
Carrying amount, 31 December 2021	<u>1.824.163</u>	<u>1.754.163</u>

Notes

All amounts in DKK.

	<u>31/12 2021</u>	<u>31/12 2020</u>
3. Wind turbines		
Cost 1 January 2021	33.669.740	29.535.633
Additions during the year	36.814	4.560.076
Disposals during the year	0	-425.969
Transfers	-70.000	0
Cost 31 December 2021	<u>33.636.554</u>	<u>33.669.740</u>
Revaluations for the year	135.774.001	0
Revaluation 31 December 2021	<u>135.774.001</u>	<u>0</u>
Depreciation and writedown 1 January 2021	-5.676.646	-3.119.878
Depreciation for the year	-5.618.374	-2.644.828
Reversal of depreciation, amortisation and writedown, assets disposed of	0	88.061
Depreciation and writedown 31 December 2021	<u>-11.295.020</u>	<u>-5.676.645</u>
Carrying amount, 31 December 2021	<u>158.115.535</u>	<u>27.993.095</u>

Notes

All amounts in DKK.

	31/12 2021	31/12 2020
The company's wind farms are composed as follows:		
Farm:	Type:	Age:
Båring	BONUS COMBI 300 - 1 stk.	29
Bovrup	BONUS 450 kW - 2 stk.	32
Bramnæs	NEG Micon NM 52/900 - 1 stk.	18
Gloslunde	BONUS 600 - MK III - 1 stk.	24
Fåre	NEG Micon NM 1500-600/150 - 3 stk.	25
Gårslev	BONUS COMBI 300 - 1 stk.	27
Græshave	BONUS 600 - MK II - 1 stk.	25
Hareby	Vestas V 47 - 1 stk.	22
Harpelunde	BONUS 150/30 kW - 1 stk.	23
Harpelunde	BONUS 600 - MK III - 1 stk.	23
Hårslev	BONUS 600 - MK III - 1 stk.	22
Herning	BONUS 1 MW - 690 V - 1 stk.	21
Holsted	NEG Micon NTK 600/43-NM - 1 stk.	23
Holsted	NEG Micon NTK 600/43-NM - 1 stk.	24
Holsted	BONUS Cockie M/C2 - 1 stk.	25
Horbelev	Vestas V 44-600 - 1 stk.	24
Horselund	Nordtank NTK 550/41-Nordtank - 1 stk.	23
Kikkenborg	Vestas V 44-600 - 1 stk.	24
Kirkevej 11	Vestas V 44-600 - 1 stk.	21
Kristinefeldt	BONUS 300 kW - 1 stk.	26
Læsø	Danwin DW 23-Danwin0 - 1 stk.	33
Lynetten	BONUS 600 - MK III - 4 stk.	25
Nr. Asminderup	Vestas V 25-200 - 3 stk.	33
Pilegaard	BONUS 600 - MK III - 1 stk.	25
Ramme	BONUS 300 - MK II - 3 stk.	25
Ramme	BONUS 300 - MK II - 1 stk.	28
Rødvig Stevns	BONUS 600 - MK III - 1 stk.	21
Roslev	Vestas V 27 - 225 - 1 stk.	29
Skælskør	Micon M750-200/48 - 1 stk.	32
Skerninge	BONUS 600 - MK III - 1 stk.	25
Skerninge	BONUS 600 - MK III - 1 stk.	23
Skovmøllen	BONUS COMBI 300 - 1 stk.	29
Smidstrup	Micon M750-200/48 - 1 stk.	23
Tranemark	NEG Micon 530-250 - 2 stk.	30
Væg - Stavreby	BONUS 600 kW - 1 stk.	22
Vejstrup	BONUS NTK150XLR-BONUS - 1 stk.	21
Vestenskov	BONUS 300 kW - 1 stk.	28
Vester Hærup	NEG Micon - 1 stk.	31
Vilhemsminde Vej	BONUS 300 COMBI - 1 stk.	26

Notes

All amounts in DKK.

	<u>31/12 2021</u>	<u>31/12 2020</u>		
<p>Wind turbines are measured at fair value cf. the accounting policies. Fair value represents the value for which the the individual asset is assessed to be able to be sold on the reporting date to an independent buyer. The fair value is based on the acquisition from an independent buyer.</p>				
4. Other financial investments				
Cost 1 January 2021	359.712	359.712		
Additions during the year	<u>145.325</u>	<u>0</u>		
Cost 31 December 2021	<u>505.037</u>	<u>359.712</u>		
Carrying amount, 31 December 2021	<u>505.037</u>	<u>359.712</u>		
5. Other provisions				
Provisions for group enterprises	<u>0</u>	<u>65.475</u>		
	<u>0</u>	<u>65.475</u>		
6. Long term liabilities other than provisions				
	<u>Total payables 31 Dec 2021</u>	<u>Current portion of long term payables</u>	<u>Long term payables 31 Dec 2021</u>	<u>Outstanding payables after 5 years</u>
Mortgage loans	20.348.250	2.100.000	18.248.250	9.975.000
Deposits	<u>8.600</u>	<u>0</u>	<u>8.600</u>	<u>0</u>
	<u>20.356.850</u>	<u>2.100.000</u>	<u>18.256.850</u>	<u>9.975.000</u>

Notes

All amounts in DKK.

7. Charges and security

The company has issued mortgages registered to the owners totalling DKK 22.625.000 and indemnity letter totalling DKK 7.100.000 as security for bank debt, amounting to 24.316.445. The mortgages registered to the owners and indemnity letter provide security on land and wind turbines for the amount totalling DKK 17.848.393.

As collateral for bank debt, amounting to DKK 24.316.445, the company has granted a company charge of nominally DKK 2.500.000. The company charge comprises the following assets: goodwill, domain names and rights, inventories and trade receivables. On the reporting date, the carrying assets below, stating the carrying amounts:

	DKK in thousands
Inventories	2.874
Trade receivables	264

As collateral for bank debt, amounting to DKK 24.316.445, the company has granted the following collateral: security in electricity and security in insurance payments.

8. Contingencies

Joint taxation

With Momentum Energy Holdings ApS, company reg. no 42857882 as administration company, the company was subject to the Danish scheme of joint taxation. From 21. December 2021 the company is subject to the Danish scheme of joint taxation, with AEIF2 DK HoldCo ApS, company reg. no 42855928 as administration company, and is proportionally liable for tax claims within the joint taxation scheme.

The company is proportionally liable for any obligations to withhold tax on interest, royalties, and dividends of the jointly taxed companies.

The liabilities amount to a maximum amount corresponding to the share of the company capital, which is owned directly or indirectly by the ultimate parent company.

9. Related parties

Consolidated financial statements

The company is included in the consolidated financial statements of Momentum Energy Group A/S, Københavnsvej 81, 4000 Roskilde.