Global Wind Power Europe ApS

Næstrupvej 58, 7700 Thisted

CVR-no. 34 48 73 67

Annual report 2019/20

Approved at the Company's annual general meeting on 19 November 2020

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Building a better working world

Contents

Statement by Management on the annual report

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of Global Wind Power Europe ApS for the financial year 1 July 2019 - 30 June 2020.

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

In our opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the financial position of the Group and the Parent Company at 30 June 2020 and of the results of the Group's and the Parent Company's operations for the financial year 1 July 2019 - 30 June 2020.

Further, in our opinion, the Management's review gives a fair review of the development in the Group's and the Parent Company's operations and financial matters and the results of the Group's and the Parent Company's operations and financial position.

We recommend that the annual report be approved at the annual general meeting.

Thisted, 19 November 2020
Executive Board:

Henrik Amby Jensen

Board of directors:

Michael Nymann Nilsson Chairman	Nicolai Mallet	Henrik Amby Jensen

Approved at the Company's annual general meeting on 19 November 2020

Independent auditor's report

To the shareholders of Global Wind Power Europe ApS

Opinion

We have audited the consolidated financial statements and the parent company financial statements of Global Wind Power Europe ApS for the financial year 1 July 2019 – 30 June 2020, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies, for the Group and the Parent Company. The consolidated financial statements and the parent company financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent company financial statements give a true and fair view of the financial position of the Group and the Parent Company at 30 June 2020 and of the results of the Group's and the Parent Company's operations for the financial year 1 July 2019 – 30 June 2020 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 consolidated financial statements and the parent company financial statements" (hereinafter collectively referred to as "the financial statements") section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence
We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements.

Emphasis of matter regarding matters in the financial statements

Without modifying our opinion, we wish to draw attention to section "Projects – specific risks" in note 2 of the annual report, in which Management describes the significant uncertainties, connected to the valuation of the Groups Greenfield-projects.

Management's responsibilities for the consolidated financial statements and the parent company financial statements

Management is responsible for the preparation of consolidated financial statements and parent company 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 consolidated financial statements and parent company 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 Group's and the Parent 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 Group or the Parent Company or to cease operations, or has no realistic alternative but to do so.

Independent auditor's report

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to 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 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 the financial statements.

As part of an audit conducted in accordance with ISAs and additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism 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 Group's and the Parent 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 Group's and the Parent 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 Group and the Parent Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Independent auditor's report

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the 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 the Management's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the 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 of the Management's review.

Aalborg, den 19 November 2020
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Hans B. Vistisen	Søren V. Nejmann
State Authorised	State Authorised
Public Accountant	Public Accountant
mne23254	mne32775

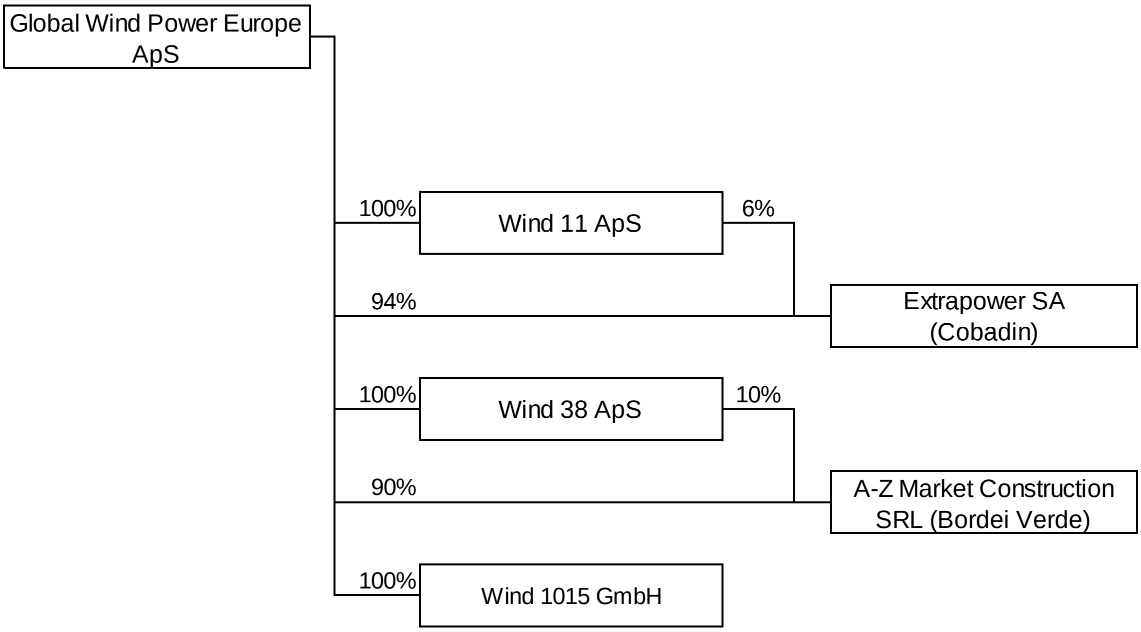
Management' review

Company details

Name	Global Wind Power Europe ApS
Address, zip code, city	Næstrupvej 58, 7700 Thisted
CVR no.	34 48 73 67
Established	3 May 2012
Registered office	Thisted
Financial year	1 July – 30 June
Board of Directors	Michael Nymann Nilsson, Chairman
	Nicolai Mallet
	Henrik Amby Jensen
Executive Board	Henrik Amby Jensen
Auditors	EY Godkendt Revisionspartnerselskab
	Vestre Havnepromenade 1A, 9000 Aalborg

Management's review

Group chart



Management's review

Financial highlights for the Group

t.EUR	2019/20	2018/19	2016/17	2015/16	2014/15
Key figures					
Gross profit/loss	-577	-541	190	-268	3.287
Operating profit	-722	-689	0	-698	1.666
Profit/loss from net financials	33.720	-2.206	-1.369	1.321	-566
Profit/loss for the year	**33.007**	**-2.880**	**-1.407**	**549**	**1.003**
Total assets	10.889	7.213	12.208	8.495	7.164
Amount relating to investments in property, plant and equipment	0	0	0	43	6
Equity	**10.664**	**-2.063**	**3.289**	**4.564**	**4.015**

Management's review

Principal activities

Global Wind Power is in the business of investing in renewable energy, including investments in wind projects.

Strategy

Global Wind Powers strategy is to develop and deliver wind turbine projects, which constantly is compliant with current demands and expectations of the market. The activities are performed by both internal and external advisors, to ensure the best team for any given project.

Main activities of the group

Market situation

In the financial year Global Wind Power has besides their activities in Denmark also been active internationally in France and Romania.

Customers

The focus of Global Wind Power is to deliver the customers needs regardless whether it is the institutional, industrial, or private segment. To comply with our customers' needs and to succeed on the markets where we are positioned, we have a dynamic approach to our work.

Our primary customers are industrial and institutional customers, as their approach is to secure the projects at an early stage making the projects adjustable to the needs of the specific customer.

Products

The core business and the main competencies of Global Wind Power are to develop and secure permission to wind turbine projects (Greenfield-projects). Furthermore, offering services related to the development and implementation of the wind turbine projects for our customers.

Development in activities and financial matters

France

Global Wind Power and the co-investor Fred. Olsen Renewables have sold their activities in France to a national utility company in the spring of 2020 with a profit of 35.146 t.EUR.

Romania

The activities in Romania are limited to the development of existing projects in cooperation with external consultants. The projects generally have favorable wind resources and with the technological development of wind turbines the projects can be established and operate without any subsidiaries. This has made it possible to have concrete negotiations of the sale of the projects however without final agreement.

Denmark

In Denmark the activities are limited to maintaining the administration of the Group companies national and internationally.

Management's review

Performance for the year

The result from operations (EBIT) are -722 t.EUR and the result of the year are 33.007 t.EUR. The result fulfills the expectations. A dividend of a total of 29,0 million EUR has been distributed in the financial year.

The equity represents 10.664 t.EUR at 30/06-2020.

The share capital has been increased by nom. DKK 500.000 acquired by Qair International SAS.

Critical accounting estimates and judgements

Critical accounting estimates mainly concerning the measurement of the projects cf. the descriptions in the management review and in note 2.

Following uncertain market conditions in Romania the uncertainties regarding the valuation of the projects are unchanged as of 30/06-2020 cf. note 2.

The management believes that the accounting estimates in terms of valuation of the projects has been measured fairly.

Expected economic development and liquidity

Global Wind Power has sufficient liquidity to finance the following years of operation and investments.

Global Wind Power Europe ApS has submitted a statement of support to the subsidiaries in the group having negative equity on the balance sheet date to ensure their continued operation.

Events after the balance sheet date

No events have occurred after the balance sheet date significantly affecting the financial statements.

Risk factors

General risks

General legislation regarding wind projects

Legislative changes regarding environmental- and operating permissions to wind farms in development is a risk for the groups operations and future profit

Development risks

The development of Greenfield-projects is connected with risks regarding objections against the projects and delays which can influence the structure of the necessary project portfolio.

The group accepts the normal warranty and complaint obligations related to the work of the specific projects in terms of the development and sale of wind turbine projects.

Suppliers

Global Wind Power is not depending on specific suppliers of wind turbines. The Greenfield-projects are planned according to which wind turbines suits the specific project.

Financial risks

Currency risks

The international activities of Global Wind Power expose them to the foreign currency and interest rate developments of a number of currencies. The group mainly buys and sell projects in EUR. The group do not hedge or have any speculative currency positions.

Interest risks

Global Wind Power has no interest-bearing working capital and therefore no interest risks.

Management's review

Liquidity risks

Global Wind Power has the necessary liquidity in terms of the future operations and investments.

Credit risks

The group has no significant credit risks.

Knowledge resources

If the group do not have the necessary knowledge resources required to the development of the specific projects they are externally bought at recognized specialists.

Environmental conditions

The groups influence of the external environment is insignificant and no measures preventing to harm the environment is relevant.

Research and development activities

The group do not have any research and development activities.

Financial statements 1 July 2019 – 30 June 2020

Income statement

		Group		Parent	
Note	t.EUR	2019/20	2018/19	2019/20	2018/19
	Gross profit/loss	-577	-541	-539	-405
4	Staff costs	-145	-148	-145	-148
	Profit before net financials	-722	-689	-684	-553
	Net profit/loss from subsidiaries, associates and joint ventures	34.345	-1.467	34.074	-1.841
5	Financial income	36	5	265	259
6	Financial expenses	-661	-744	-654	-750
	Earnings before tax	32.998	-2.895	33.001	-2.885
7	Tax for the year	9	15	6	5
	Profit for the year	33.007	-2.880	33.007	-2.880
	Recommended appropriation of profit				
	Extraordinary dividend			29.000	0
	Retained earnings			4.007	-2.880
				33.007	-2.880

Financial statements 1 July 2019 – 30 June 2020

Balance sheet

		Group		Parent	
Note	t.EUR	2019/20	2018/19	2019/20	2018/19
	ASSETS				
	Non-current assets				
	Financial assets				
8	Investments in subsidiaries	0	0	54	3.838
9	Investments in associates	0	111	0	0
10	Investments in joint venture	0	0	0	0
		0	111	54	3.838
	Total non-current assets	0	111	54	3.838
	Current assets				
	Inventories				
	Greenfield projects	4.000	4.433	929	1.327
		4.000	4.433	929	1.327
	Receivables				
	Receivables from subsidiaries	0	1.960	3.157	5.250
	Receivables from associates	0	54	0	0
	Trade receivables	0	38	0	0
	Other receivables	145	225	67	172
	Tax receivables	4	41	4	0
	Joint taxation receivables	8	4	8	4
		157	2.322	3.236	5.426
11	**Cash**	6.732	347	6.713	280
	Total current assets	10.889	7.102	10.878	7.033
	TOTAL ASSETS	10.889	7.213	10.932	10.871

Financial statements 1 July 2019 – 30 June 2020

Balance sheet

		Group		Parent	
Note	t.EUR	2019/20	2018/19	2019/20	2018/19
	EQUITY AND LIABILITIES				
	Equity				
	Share capital	134	65	134	65
	Retained earnings	10.530	-2.128	10.530	-2.128
	Total equity	10.664	-2.063	10.664	-2.063
	Provision				
	Negative balance in subsidiaries, joint venture and associates	0	457	51	504
	Total provisions	0	457	51	504
	Liabilities				
	Non-current liabilities				
12	Other interest-bearing debt	0	8.483	0	8.483
		0	8.483	0	8.483
	Current liabilities				
	Credit institutions	0	0	0	0
	Trade payables	105	151	105	26
	Payables to group entities	0	11	0	3.789
	Other payables	120	174	112	132
	Total current liabilities	225	336	217	3.947
	Total liabilities	225	8.819	217	12.430
	TOTAL EQUITY AND LIABILITIES	10.889	7.213	10.932	10.871

1 Accounting policies
2 Critical accounting estimates and judgements
3 Special items
13 Contractual obligations and contingencies, etc.

Financial statements 1 July 2019 – 30 June 2020

Statement of changes in equity

	Group		
t.EUR	Share capital	Retained earnings	Total
Equity at 1 July 2019	65	-2.128	-2.063
Capital increase	69	8.685	8.754
Amortisation of conversion right regarding convertible loan	0	-54	-54
Foreign exchange adjustments	0	20	20
Transfer, see "Appropriation of profit/loss"	0	33.007	33.007
Extraordinary dividend distribution	0	-29.000	-29.000
Equity at 30 June 2020	134	10.530	10.664

	Parent		
t.EUR	Share capital	Retained earnings	Total
Equity at 1 July 2019	65	-2.128	-2.063
Capital increase	69	8.685	8.754
Amortisation of conversion right regarding convertible loan	0	-54	-54
Foreign exchange adjustments	0	20	20
Transfer, see "Appropriation of profit/loss"	0	33.007	33.007
Extraordinary dividend distribution	0	-29.000	-29.000
Equity at 30 June 2020	134	10.530	10.664

Financial statements 1 July 2019 – 30 June 2020

Notes

1 Accounting policies

The annual report of Global Wind Power Europe ApS for 1 July 2019 – 30 June 2020 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

The accounting policies used in the preparation of the consolidated financial statements and the parent company financial statements are consistent with those of last year.

Currency

The annual report is stated in EUR.

Consolidated financial statements

The consolidated financial statements comprise the Parent Company, Global Wind Power Europe ApS, and subsidiaries in which Global Wind Power Europe ApS directly or indirectly holds more than 50% of the voting rights or over which it otherwise exercises control. Entities in which the Group holds between 20% and 50% of the voting rights and over which it exercises significant influence, but which it does not control, are considered associates, see the group chart.

On consolidation, intra-group income and expenses, shareholdings, intra-group balances and dividends, and realised and unrealised gains on intra-group transactions are eliminated.

Business combinations

Recently acquired or formed entities are recognised in the consolidated financial statements from the date of acquisition or formation. Entities sold or otherwise disposed of are recognised in the consolidated income statement until the date of disposal. Comparative figures are not restated in respect of recently acquired or sold entities.

Gains or losses on disposal of subsidiaries and associates are made up as the difference between the sales price and the carrying amount of net assets at the date of disposal plus non-amortised goodwill and anticipated selling costs. Gains or losses are recognised in the income statement at other operating income and other operating costs.

The purchase consideration for an entity consists of the fair value of the agreed consideration in the form of assets transferred, liabilities assumed, and equity instruments issued.

Intra-group business combinations

The aggregation method is applied to business combinations such as acquisition and disposal of equity investments, mergers, demergers etc., in which entities controlled by the Parent Company are involved, provided that the combination is considered completed at the acquisition date with restatement of comparative figures. Differences between the agreed consideration and the carrying amount of the acquiree are recognised directly in equity.

Financial statements 1 July 2019 – 30 June 2020

Notes

1 Accounting policies (continued)

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rate at the transaction date and the rate at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at closing rates. 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.

Foreign subsidiaries and associates are considered separate entities. Items in such entities' income statements are translated at average exchange rates for the month, and balance sheet items are translated at closing rates. Foreign exchange differences arising on translation of the opening equity of foreign entities to closing rates and on translation of the income statements from average exchange rates to closing rates are taken directly to equity.

Income statement

Revenue

Revenue is measured at fair value of the agreed consideration exclusive of VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

Revenue from sale of projects

Income from the sale of products, comprising Greenfield-projects, is recognised in revenue when transfer of the most significant rewards and risks to the buyer has taken place, the income can be reliably measured and payment is expected to be received. The date of the transfer of significant rewards and risks will typically be the date on which a final written transfer agreement is signed.

Revenue from sale of services

Revenue from delivery of services, including TCM-services, is recognised as the services are provided.

Gross profit/loss

With reference to section 32 of the Danish Financial Statement Act certain accounts is integrated in the account "Gross profit/loss"

The Gross margin contains revenue, cost of sales as well as other administration expenses.

Financial income and expenses

Financial income and expenses comprise interest income and expense, realised and unrealised gains and losses on transactions denominated in foreign currencies.

Financial statements 1 July 2019 – 30 June 2020

Notes

1 **Accounting policies (continued)**

Tax for the year

The Company was jointly taxed with the other Danish Global Wind Power Holding A/S group entities until 31 March 2020. Global Wind Power Holding A/S acts as management company and settles all current taxes, which will then be allocated between the jointly taxed companies in proportion to their taxable income, including refunds relating to tax losses.

Tax for the year comprises current tax for the year and changes in deferred tax. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Balance sheet

Investments in subsidiaries, associates, and joint venture

Income statement

A proportionate share of the underlying entities' profit/loss after tax is recognised in the income statement according to the equity method. Shares of profit/loss after tax in subsidiaries and associates are presented collectively in the income statement after proportionate elimination of intra-group gains/losses and deduction of depreciation of goodwill are made.

Balance sheet

Investments in subsidiaries, associates, and joint venture are measured at the proportionate share of the enterprises' net asset values calculated in accordance with the accounting policies minus or plus unrealised intra-group profits and losses and plus or minus any residual value of positive or negative goodwill determined in accordance with the acquisition method.

Investments in subsidiaries, associates, and joint venture with negative net asset values are measured at EUR 0 (nil), and any amounts owed by such enterprises are written down if the amount owed is irrecoverable. If the parent company has a legal or constructive obligation to cover a deficit that exceeds the amount owed, the remaining amount is recognised under provisions.

Net revaluation of equity investments in subsidiaries, associates and joint venture is recognised at cost in the net revaluation reserve according to the equity method.

Impairment of non-current assets

The carrying amount of property, plant and equipment as well as investments in subsidiaries is tested annually for evidence of impairment other than the decrease in value reflected by amortisation/depreciation.

Impairment tests are conducted on individual assets or groups of assets when there is evidence of impairment. The carrying amount of impaired assets is reduced to the higher of the net selling price and the value in use (recoverable amount).

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is determined as the present value of the anticipated net cash flows from the use of the asset or group of assets.

Financial statements 1 July 2019 – 30 June 2020

Notes

1 Accounting policies (continued)

Projects

Greenfield projects are measured at cost. Where the net realisable value is lower than cost, inventories are written down to this lower value. Cost of projects comprises external costs incurred and other attributable costs. Borrowing costs are not recognised in the cost.

The net realisable value of projects is calculated as the sales amount less costs of completion and costs necessary to make the sale and is determined taking into account marketability and development in expected selling price.

Receivables

Receivables are measured at amortised cost.

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 has been impaired, an impairment loss is recognised on an individual basis.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate of the individual receivable or portfolio is used as discount rate.

Equity - dividend

Dividend proposed for the year is recognised as a liability at the date when it is adopted at the annual general meeting (declaration date).

Income tax and deferred tax

Current tax payables and receivables are recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on prior-year taxable income and tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which they are expected to be utilised, either through elimination against tax on future earnings or through a set-off against deferred tax liabilities within the same legal tax entity. Any deferred net assets are measured at net realisable values.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

Provisions

Provisions are recognised when the group has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Provisions are measured at net realisable value or fair value. If the obligation is expected to be settled far into the future, the obligation is measured at fair value.

Financial statements 1 July 2019 – 30 June 2020

Notes

1 Accounting policies (continued)

Liabilities, including convertible loan

Financial liabilities comprising amounts owed to credit institutions, trade payables and payables to group enterprises are recognised at the date of borrowing at cost, corresponding to the proceeds received less transaction costs paid. In subsequent periods, financial liabilities are measured at amortised cost.

Fair value of the conversion right connected to a convertible loan is recognized directly at the equity separately from the loan. The remaining cost of the loan is initially recognized as a liability and forms the basis for subsequent amortization of the loan. The fair value of the conversion right is estimated using a Black Scholes-model. The calculation takes into account the conditions and terms linked to the conversion right.

Other liabilities are measured at net realisable value.

2 Critical accounting estimates and judgements

Significant accounting estimates and uncertainties primarily relate to valuation of projects and valuation of guarantee and warranty commitments as well as the cash- and capital resources.

Projects - specific risks

The group have a few Romanian Greenfield-projects in the portfolio from prior year with a booked value of 4,000 t.EUR at 30 June 2020.

Due to unstable market conditions in Romania including especially uncertainties regarding future electricity sale prices, it have not been possible to sell the Romanian projects at the expected rate. Throughout 2019/20 the Group have received inquiries from potential investors, which is yet to materialize in a sale.

Due to the unstable market conditions in Romania, there is a significant uncertainty connected to the valuation of the Greenfield-projects per 30 June 2020. If the market – despite expectations – will develop negatively, there could be a need for further impairment.

Guarantee and warranty commitments

In connection with the development and implementation of wind turbine projects, Global Wind Power takes on normal guarantee and warranty commitments relating to the work performed by the Group on the specific projects. Management believes that the accounting estimates made in connection with evaluation of recognition and/or presentation of disputes and litigation are appropriate.

Financial statements 1 July 2019 – 30 June 2020

Notes

3 Special items

Special items comprise significant income and expenses of a special nature and significant one-off items.

As disclosed in the Management's review, the profit for the year is affected by a sale of the shares in Global Wind Power France ApS.

Special items for the year are specified below, including the line items in which they are recognised in the income statement.

DKK	2019/20	2018/19
Income		
Profit from sale of the shares in Global Wind Power France ApS	35.146	0
	35.146	0
Special items are recognised in the below line items		
Net profit/loss from subsidiaries, associates and joint ventures	35.146	0
Net profit/loss from special items	35.146	0

	Group		Parent	
t.EUR	2019/20	2018/19	2019/20	2018/19
4 Staff costs				
Wages and salaries	129	132	129	132
Pensions	16	13	16	13
Other social security costs	0	3	0	3
	145	148	145	148
Average number of full-time employees	2	3	2	3

Staff costs for the group include wages and salaries to the executive board and board of directors of the parent company totalling 105 t.EUR (2018/19: 125 t.EUR)

	Group		Parent	
t.EUR	2019/20	2018/19	2019/20	2018/19
5 Financial income				
Interest income from group enterprises	0	1	229	256
Other financial income	36	4	36	3
	36	5	265	259

Financial statements 1 July 2019 – 30 June 2020

Notes

	t.EUR	Group 2019/20	Group 2018/19	Parent 2019/20	Parent 2018/19
6	**Financial expenses**				
	Interest expenses, group enterprises	0	0	36	76
	Other financial expenses	661	744	618	674
		661	744	654	750
7	**Tax for the year**				
	Current tax for the year	9	-15	6	-5
		9	-15	6	-5

	t.EUR	Parent 2019/20	Parent 2018/19
8	**Investments in subsidiaries**		
	Cost at 1 July 2019	26.867	26.867
	Disposals	-10.351	0
	Cost at 30 June 2020	16.516	26.867
	Value adjustments at 1 July 2019	-25.922	-25.402
	Distributed dividend	-3.740	0
	Profit/loss for the year	-231	-548
	Disposals	10.850	0
	Foreign exchange adjustment	20	28
	Value adjustments at 30 June 2020	-19.023	-25.922
	Carrying amount at 30 June 2020	-2.507	945
	Disclosed as:		
	Investments in subsidiaries	54	3.838
	Set-off at receivables from subsidiaries	-2.510	-2.846
	Recognised at provisions	-51	-47
		-2.507	945

Name and registered office	Voting rights and ownership
Wind 11 ApS, Thisted	100 %
Wind 38 ApS, Thisted	100 %
Extrapower SRL, Romania	94 %
A-Z Market Construction SRL, Romania	90 %
Wind 1015 GmbH, Germany	100 %

All subsidiaries are considered separate entities.

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t.EUR	Group 2019/20	Group 2018/19
9 **Investments in associates**		
Cost at 1 July 2019	3	3
Disposals	-3	0
Cost at 30 June 2020	0	3
Value adjustments at 1 July 2019	108	-2
Impairments	0	-189
Reversal of provision for negative balance	0	285
Profit/loss for the year	0	14
Disposals	-108	0
Value adjustments at 30 June 2020	0	108
Carrying amount at 30 June 2020	0	111
Disclosed as:		
Investments in associates	0	111
	0	111

t.EUR	Parent 2019/20	Parent 2018/19
Cost at 1 July 2019	39	39
Disposals	-39	0
Cost at 30 June 2020	0	39
Value adjustments at 1 July 2019	-39	-324
Profit/loss for the year	0	0
Disposals	-39	0
Reversal of provision for negative balance	0	285
Value adjustments at 30 June 2020	-78	-39
Carrying amount at 30 June 2020	0	0

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t.EUR	Group/Parent 2019/20	2018/19
10 Investments in joint venture		
Cost at 1 July 2019	956	956
Disposals	-956	0
Cost at 30 June 2020	0	956
Value adjustments at 1 July 2019	-1.413	164
Profit/loss for the year	-840	-1.577
Disposals	2.253	0
Value adjustments at 30 June 2020	0	-1.413
Carrying amount at 30 June 2020	0	- 457

11 Cash

Hereof an amount of 5.420 t.EUR is deposited on a closed account as warranty. The amount is to be released successively until the final release in March 2023.

12 Other interest-bearing debt

Other interest bearing debt of 8.483 t.EUR per 30 June 2019 was converted to equity on the 31 March 2020 for a total capital increase of 8.754 t.EUR as per the loan agreement.

The conversion right totalling 54 t.EUR per 30 June 2019 was amortised in connection with the conversion.

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13 Contractual obligations and contingencies, etc.

Contingent assets

Non-recognized deferred tax asset, which primarily comprises of deferred tax losses amounts to 972 t.EUR at 30 June 2020. The amount is not recognized as there is uncertainties regarding the use hereof in the coming 2-3 years.

Contingent liabilities

Consolidated

In connection with the development and implementation of wind turbine projects, Global Wind Power takes on normal guarantee and warranty commitments relating to the work performed by the Group on the specific projects.

The Danish group entities was taxed on a joint basis with other Danish Global Wind Power Holding A/S group entities until 31 March 2020. The Group and the other jointly taxed entities have joint and several unlimited liability for Danish income taxes and withholding taxes on dividends, interest and royalties until 31 March 2020. The jointly taxed entities' net tax liability to SKAT amounted to DKK 0 thousand at 31 March 2020. Any subsequent corrections of the taxable income subject to joint taxation or withholding taxes may entail that the Group's tax liability increases.

Parent company

Global Wind Power Europe ApS has issued letters of support to subsidiaries that have negative equity at the balance sheet date to enable these companies to continue as going concerns.

Global Wind Power Europe ApS was taxed on a joint basis with other Danish Global Wind Power Holding A/S group entities until 31 March 2020. The company and the other jointly taxed entities have joint and several unlimited liability for Danish income taxes and withholding taxes on dividends, interest and royalties until 31 March 2020. The jointly taxed entities' net tax liability to SKAT amounted to DKK 0 thousand at 31 March 2020. Any subsequent corrections of the taxable income subject to joint taxation or withholding taxes may entail that the company's tax liability increases.

Operating lease liabilities

The group entities and parent company have entered into operating leases and rent agreements for a total commitment of EUR 2 thousand at 30 June 2020. The remaining term of these leases is 1 month.