Gammel Kongevej 60, 14th floor

1850 Frederiksberg C

Business Registration No. 36202238

Annual Report 2020

The annual report was presented and adopted at the Annual General Meeting on 7 June 2021

Ho Kei Au
Chair of the Annual General Meeting

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Company information

Company

BE 22 P/S

Gammel Kongevej 60, 14th floor

1850 Frederiksberg C

Business Registration No.: 36202238 Date of formation: 4 September 2014

Board of Directors

Mark Augustenborg Ødum

Rasmus Lildholdt Kjær Anders Knokgaard Nielsen

Executive Board

Rasmus Lildholdt Kjær, Managing director

General partner

P&B Partner I ApS

Management's statement

Today, the Executive Board and the Board of Directors have considered and adopted the annual report of BE 22 P/S for the financial year 1 January 2020 - 31 December 2020.

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

In our opinion, the financial statements give a true and fair view of the assets, liabilities and financial position of BE 22 P/S at 31 December 2020 and of the results of the company's operations for the financial year 1 January 2020 - 31 December 2020.

In our opinion, the management's review includes a true and fair account of the matters addressed in the review.

The conditions for not conducting an audit of the financial statements have been met.

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

Frederiksberg, 7 June 2021

Executive Board

Rasmus Lildholdt Kjær Managing director

Board of Directors

Mark Augustenborg Ødum

Chairman

Rasmus Lildholdt Kjær

Board member Boa

Anders Knokgaard Nielsen

Board member

Management's review

The company's principal activities

The purpose of BE 22 P/S is to purchase, own and operate solar parks directly or indirectly.

Development in activities and financial matters

BE 22 P/S's income statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK 2.080.191 and the balance sheet at 31 December 2020 a balance sheet total of DKK 51.621.407 and an equity of DKK 8.592.930.

BE 22 P/S

Income statement

	Note	2020 DKK	2019 DKK
Gross profit		4.929.485	4.740.750
Depreciation, amortisation and impairment losses		-1.879.313	-2.084.158
Operating profit		3.050.172	2.656.592
Financial income	1	151.010	0
Financial expenses	2	-1.120.991	-208.239
Profit from ordinary activities before tax		2.080.191	2.448.353
Profit	_	2.080.191	2.448.353
Proposed distribution of results			
Retained earnings		2.080.191	2.448.353
Distribution of profit		2.080.191	2.448.353

Balance sheet as of 31 December

	Note	2020 DKK	2019 DKK
Assets			
Plant and machinery	3	47.743.312	48.776.625
Property, plant and equipment		47.743.312	48.776.625
Deposits		258.642	258.642
Investments		258.642	258.642
Fixed assets	,	48.001.954	49.035.267
Trade receivables		38.267	70.785
Other receivables	,	97.788	298.989
Receivables	,	136.055	369.774
Cash		3.483.398	2.206.324
Current assets		3.619.453	2.576.098
Assets		51.621.407	51.611.365

BE 22 P/S

Balance sheet as of 31 December

	Note	2020 DKK	2019
Equity and liabilities	Note	DKK	DKK
Contributed capital		500.000	500.000
Retained earnings		8.092.930	6.012.739
Equity	_	8.592.930	6.512.739
Asset retirement obligations		846.000	0
Provisions	_	846.000	0
Debt to banks		31.352.850	34.530.798
Long-term liabilities other than provisions	4	31.352.850	34.530.798
Current portion of long-term liabilities other than			
provisions		3.028.440	3.007.241
Payables to group enterprises		7.786.188	7.495.987
Other payables		14.999	64.600
Short-term liabilities other than provisions	_	10.829.627	10.567.828
Liabilities other than provisions	_	42.182.477	45.098.626
Equity and liabilities	_	51.621.407	51.611.365
Significant events occurring after end of reporting period	5		
Collaterals and assets pledges as security	6		
Group relations	7		
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Statement of changes in equity

	Contributed	Retained	
	capital	earnings	Total
Equity 1 January 2020	500.000	6.012.739	6.512.739
Profit (loss)		2.080.191	2.080.191
Equity 31 December 2020	500.000	8.092.930	8.592.930

The company was established with a share capital of 500.000 DKK on 4th September 2014.

Notes

	2020	2019
1. Financial income		
Exchange gains	151.010	0
	151.010	0
	2020	2019
2. Financial expenses		
Financial expenses from group enterprises	299.640	0
Other financial expenses	821.351	208.239
	1.120.991	208.239
	2020	2019
3. Solar parks		
Cost at the beginning of the year	52.103.980	52.103.980
Additions for the year	846.000	0
Cost at the end of the year	52.949.980	52.103.980
		_
Depreciation at the beginning of the year	-3.327.355	-1.243.197
Depreciations for the year	-1.879.313	-2.084.158
Depreciations at the end of the year	-5.206.668	-3.327.355
Carrying amount at the end of the year	47.743.312	48.776.625

The estimated useful lives of the solar park has been changed from 25 years to 30 years. As a result the depreciation in 2020 is DKK 204.845 lower than it would have been using the previous estimated useful life.

4. Long-term liabilities other than provisions

	Due	Due	Due
	after 1 year	within 1-5 years	after 5 years
Debt to banks	31.352.850	11.997.242	19.355.608
	31.352.850	11.997.242	19.355.608

5. Significant events occurring after end of reporting period

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

6. Collaterals and securities

As security for the bank, there is a registered mortgage ban in the company's solar park. In addition, the bank has a legal right to enter the purchase agreements regarding the solar park as well as transport in payments from insurance and sale of electricity.

7. Group relations

Name and registered office of the parent company preparing consolidated statements for the smallest group: Better Energy Holding A/S, Frederiksberg.

Notes

8. Liabilities under off-balance sheet leases

	2020	2019
Liabilities under rental or lease agreements until maturity in total	1.860.863	1.965.863

Comparison figure 2019 changed to reflect land lease expiry in 2047.

Accounting policies

Reporting class

The annual report of BE 22 P/S for 2020 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B with addition of certain provisions for reporting class C.

The accounting policies applied remain unchanged from last year.

Reporting currency

The annual report is presented in Danish kroner (DKK).

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the company, and the value of the assets can be measured reliably.

Liabilities are recognised in the balance sheet when the company has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the company, and the value of the liabilities can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is affected as described below for each financial statement item. Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date.

Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Income statement

Gross profit/loss

The company has decided to aggregate certain items of the income statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit or loss comprises revenue and other external expenses.

Revenue

Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Other external expenses

Other external expenses include expenses for operation and administration.

Depreciation, amortisation and impairment of tangible and intangible assets

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, calculated on the basis of the

Accounting policies

residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

Financial income

Financial income comprises interest income, including interest income on receivables from group enterprises, amortisation of financial assets, payables and transactions in foreign currencies, fair value adjustments of financial interests as well as tax relief under the Danish Tax Prepayment Scheme etc.

Financial expenses

Financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, amortisation of financial liabilities, payables and transactions in foreign currencies, fair value adjustments of financial interests as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Balance sheet

Property, plant and equipment

Land and buildings, solar parks, tools and equipment and leasehold improvements are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

For group-manufactured assets, cost comprises direct and indirect costs of materials, components, sub-suppliers and labor costs.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Buildings:50 yearsSolar parks:30 yearsTools and equipment:3-8 yearsLeasehold improvements5 years

Land is not depreciated.

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period. Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Financial fixed assets

Deposits

Deposits are measured at cost.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value, less writedowns for bad and doubtful debts.

Impairment of accounts receivables past due is established on individual assessment of receivables.

Other receivables

Other receivables comprise non-financial assets, which are measured at cost.

Accounting policies

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

Provisions

Asset retirement obligations

Asset retirement obligations comprise the present value of the estimated expenses related to the retirement of solar plants at the end of their useful life. The provision is determined by discounting expected future cash flows.

Other payables

Other payables comprise non-financial liabilities, which are measured at cost.