

EnBW Offshore Service Denmark ApS

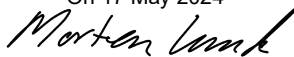
Langs Skoven 37, 8541 Skødstrup

CVR no. 37 11 39 80

Annual report 2023

The annual report was presented and approved at
the Company's annual general meeting

On 17 May 2024



Morten Lund
chairman of the annual general meeting

Contents

Statement by the Board of Directors and the Executive Board	2
Independent auditor's report	3
Management's review	5
Company details	5
Operating review	6
Financial statements 1 January – 31 December	7
Income statement	7
Balance sheet	8
Statement of changes in equity	10
Notes	11

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of EnBW Offshore Service Denmark ApS for the financial year 1 January – 31 December 2023.

The annual report has been 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 assets, liabilities and financial position at 31 December 2023 and of the results of the Company's operations for the financial year 1 January – 31 December 2023.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's activities and financial matters, of the results for the year and of the Company's financial position.

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

Skødstrup, 17 May 2024
Executive Board:

 Digitally signed by Morten Lund
Date: 2024-05-17
12:24:35+02:00

Morten Lund

 Digitally signed by Kent Thirstrup
Hougaard
Date: 2024-05-17 12:26:37+02:00

Kent T. Hougaard

Board of Directors:

 Digitally signed by Ralf GEORG
Neuling
Date: 2024-05-17 12:20:54+02:00


Ralf Georg Neuling
Chairman

 Digitally signed by Michael Splett
Date: 2024-05-17
12:22:27+02:00

Michael Splett

 Digitally signed by Michael
Siegfried Pförtner
Date: 2024-05-17 12:30:46+02:00

Michael Siegfried Pförtner

 Digitally signed by THOMAS
KEUKER
Date: 2024-05-17 12:23:43+02:00

Thomas Keuker

Independent auditor's report

To the shareholders of EnBW Offshore Service Denmark ApS

Opinion

We have audited the financial statements of EnBW Offshore Service Denmark ApS for the financial year 1 January – 31 December 2023 comprising income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are 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 assets, liabilities and financial position at 31 December 2023 and of the results of the Company's operations for the financial year 1 January – 31 December 2023 in 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 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 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.

Management's responsibility 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 that 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 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 the additional requirements in Denmark will always detect a material misstatement when it exists. Misstatements may 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 financial statement users made 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 judgement and maintain professional scepticism throughout the audit. We also

- identify and assess the risks of material misstatement of the company 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 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 Statement Act. We did not identify any material misstatement of the Management's review.

Aarhus, 17 May 2024
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28



Jan Mortensen
State Authorised
Public Accountant
mne40030



Christian Jøker
State Authorised
Public Accountant
mne31471

Management's review

Company details

EnBW Offshore Service Denmark ApS
c/o Connected Wind Services A/S
Langs skoven 37, 8541 Skødstrup
Denmark

Telephone: 50 80 20 45
Website: www.connectedwind.com
E-mail: info@connectedwind.com

CVR no. 37 11 39 80
Established: 25 September 2015
Registered office: Aarhus
Financial year: 1 January – 31 December

Board of Directors

Ralf Georg Neulinger, Chairman
Michael Splett
Michael Siegfried Pfortner
Thomas Keuker

Executive Board

Morten Lund
Kent T. Hougaard

Auditor

EY Godkendt Revisionspartnerselskab
Værkmestergade 25, 8100 Aarhus C, Denmark

Management's review

Operating review

Principal activities

The company's purpose is to conduct trade, industrial and service activities as well as any business that, in the opinion of the Board of Directors, is connected with this.

Development in activities and financial position

The income statement for 2023 shows a profit of EUR 114 thousand against a profit of EUR 63 thousand last year, and the balance sheet at 31 December 2023 shows equity of EUR 3.843 thousand. Management considers the result satisfactory.

Events after the balance sheet date

No significant events have occurred after the end of the financial year, which may influence the assessment of the company's financial position as at 31 December 2023.

Financial statements 1 January – 31 December

Income statement

EUR	Note	2023	2022
Gross profit		694.777	429.409
Staff costs	2	-431.027	-312.463
Depreciation of property, plant and equipment		-50.838	-51.742
Other operating expenses		-38.405	0
Operating profit		174.507	65.204
Financial income		0	106
Financial expenses	3	-60.122	-2.458
Profit before tax		114.385	62.852
Tax on profit for the year		0	0
Profit for the year	4	<u>114.385</u>	<u>62.852</u>

Financial statements 1 January – 31 December

Balance sheet

EUR	Note	2023	2022
ASSETS			
Fixed assets			
Property, plant and equipment			
	5		
Fixtures and fittings, tools and equipment		32.958	54.072
Leasehold improvements		101.744	131.468
		<u>134.702</u>	<u>185.540</u>
Investments			
	6		
Equity investments in group entities		1	0
Deposits		922.909	1.053.342
		<u>922.910</u>	<u>1.053.342</u>
Total fixed assets		<u>1.057.612</u>	<u>1.238.882</u>
Receivables			
Receivables from group entities		487.837	756.791
Other receivables		111.831	249.126
Prepayments		97.607	0
		<u>697.275</u>	<u>1.005.917</u>
Cash at bank and in hand		<u>2.121.852</u>	<u>1.624.378</u>
Total current assets		<u>2.819.127</u>	<u>2.630.295</u>
TOTAL ASSETS		<u><u>3.876.739</u></u>	<u><u>3.869.177</u></u>

Financial statements 1 January – 31 December

Balance sheet

EUR	Note	2023	2022
EQUITY AND LIABILITIES			
Equity			
Share capital	7	6.700	6.700
Retained earnings		1.421.596	3.722.378
Dividend proposed		2.415.167	0
Total equity		3.843.463	3.729.078
Current liabilities other than provisions			
Trade payables		5.584	26.928
Payables to group entities		0	84.333
Other payables		27.692	28.838
		33.276	140.099
Total liabilities other than provisions		33.276	140.099
TOTAL EQUITY AND LIABILITIES		3.876.739	3.869.177
Accounting policies	1		
Contingencies, etc.	7		
Related party disclosures	8		

Financial statements 1 January – 31 December

Statement of changes in equity

EUR	Share capital	Retained earnings	Dividend proposed	Total equity
Equity at 1 January 2023	6.700	3.722.378	0	3.729.078
Transferred; see distribution of profit	0	-2.300.782	2.415.167	114.385
Equity at 31 December 2023	<u>6.700</u>	<u>1.421.596</u>	<u>2.415.167</u>	<u>3.843.463</u>

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of EnBW Offshore Service Denmark ApS for 2023 has been prepared in accordance with the provisions applying to reporting class B under the Danish Financial Statements Act with optional selections from reporting class C.

With the effect for 2023, the Company has changed from reporting class C medium-sized entities to reporting class B. This has not affected the Company's accounting policies for recognition and measurement of assets and liabilities, but has only resulted in changed presentation and disclosure requirements.

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

Reporting currency

The financial statements are presented in euros (EUR), as the Company's most significant transactions are settled in EUR.

Omission of consolidated financial statements

Pursuant to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared. The financial statements of EnBW Offshore Service Denmark ApS and group entities are included in the consolidated financial statements of EnBW Energie Baden-Württemberg AG, Durlacher Allee 93, 79131 Karlsruhe.

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 rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables, 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.

Revenue

The Company has chosen IAS 11/IAS 18 as interpretation for revenue recognition.

Income from the rendering of services is recognised as revenue as the services are rendered. Accordingly, revenue corresponds to the market value of the services rendered during the year (percentage-of-completion method).

Gross profit

The items revenue, other operating income and external expenses have been aggregated into one item in the income statement called gross margin in accordance with section 32 of the Danish Financial Statements Act.

External expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to office premises and administration, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pension to the Company's employees, as well as other social security contributions, etc. The item is net of refunds from public authorities.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Profit/loss from equity investments in group entities

The item includes dividend received from group entities in so far as the dividend does not exceed the accumulated earnings in the group entity in the period of ownership.

Depreciation

The item comprises depreciation of property, plant and equipment.

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight-line basis over the expected useful life. The expected useful lives of the assets are as follows:

Fixtures and fittings, tools and equipment	5 years
Leasehold improvements	5-10 years

Financial income and expenses

Financial income and expenses comprise interest income and expense, financial costs payables and transactions denominated in foreign currencies, amortisation of financial assets and liabilities as well as surcharges and refunds under the on-account tax scheme, etc.

Tax on profit/loss for the year

Tax for the year comprises current tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement at the amount attributable to the profit/loss for the year and directly in equity at the amount attributable to entries directly in equity.

The Company is assessed for Danish tax purposes jointly with domestic Group entities.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Balance sheet

Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

Leases

The Company has chosen IAS 17 Leases as interpretation for classification and recognition of leases.

All leases are operating leases. Payments relating to operating leases and other leases are recognised in the income statement over the term of the lease. The Company's total obligation relating to operating leases and other leases is disclosed as contractual obligations and contingencies, etc.

Equity investments in group entities

Investments in group entities and associates are measured at cost. Dividends received that exceed the accumulated earnings in the group entity or the associate during the period of ownership are treated as a reduction in the cost of acquisition.

Receivables

The Company has chosen IAS 39 as interpretation for impairment write-down of financial 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.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

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 for the individual receivable or portfolio is used as discount rate.

Prepayments

Prepayments comprise prepayment of costs incurred relating to subsequent financial years.

Equity

Dividends

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for 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 value of assets and liabilities measured on the planned use of the asset or settlement of the liability, respectively. However, deferred tax is not recognised on temporary differences relating to office buildings non-deductible for tax purposes and other items where temporary differences arise at the date of acquisition without affecting either profit/loss or taxable income.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with 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 as a result of changes in tax rates are recognised in the income statement or equity, respectively.

Liabilities other than provisions

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

Cash flow statement

Pursuant to section 86(4) of the Danish Financial Statements Act, no cash flow statement has been prepared.

Financial statements 1 January – 31 December

Notes

EUR		2023	2022
2 Staff costs			
Wages and salaries		399.419	289.287
Pensions		28.088	20.974
Other social security costs		3.520	2.202
		<u>431.027</u>	<u>312.463</u>
Average number of full-time employees		<u>5</u>	<u>4</u>
3 Financial expenses			
Financial expenses, group entities		59.804	0
Other financial expenses		318	2.458
		<u>60.122</u>	<u>2.458</u>
4 Distribution of Profit/loss			
Proposed dividend for the financial year		2.415.167	0
Retained earnings		-2.300.782	62.852
		<u>114.385</u>	<u>62.852</u>
5 Property, plant and equipment			
EUR	Fixtures and fittings, tools and equipment	Leasehold improve- ments	Total
Cost at 1 January 2023	106.055	179.427	285.482
Additions			0
Cost at 31 December 2023	<u>106.055</u>	<u>179.427</u>	<u>285.482</u>
Impairment losses and depreciation at 1 January 2023	51.983	47.959	99.942
Depreciation	21.114	29.724	50.838
Impairment losses and depreciation at 31 December 2023	<u>73.097</u>	<u>77.683</u>	<u>150.780</u>
Carrying amount at 31 December 2023	<u>32.958</u>	<u>101.744</u>	<u>134.702</u>

Financial statements 1 January – 31 December

Notes

6 Investments

EUR	Equity investments in group entities	Deposits	Total
Cost at 1 January 2023	0	1.053.342	1.053.342
Additions	1	0	1
Disposals	0	-130.433	-130.433
Cost at 31 December 2023	1	922.909	922.910
Value adjustments at 1 January 2023	0	0	0
Disposals	0	0	0
Value adjustments at 31 December 2023	0	0	0
Carrying amount at 31 December 2023	1	922.909	922.910

Group entities

Name/legal form	Registered office	Equity interest	Equity EUR	Profit/loss EUR
Connected Wind Services A/S	Aarhus	100%	5.854.097	438.621
Connected Wind Services Danmark A/S	Aarhus	100%	3.134.753	1.545.707
Connected Wind Services Refurbishment A/S	Aarhus	100%	-25.091	4.965

7 Contingencies, etc.

Contingent assets

At 31 December 2023 the Company has a tax asset of EUR 670 thousand regarding tax loss carry forwards which has not been recognised in the annual report.

Contingent liabilities

Rent and lease liabilities include a rent obligation totalling EUR 1.826 thousand in interminable rent agreements with remaining contract terms of 7 years.

The Company is jointly taxed with the Danish management company, Connected Wind Services A/S, and is jointly and severally liable with other Danish jointly taxed group entities for payment of income taxes as well as withholding taxes on interest, royalties and dividends.

Financial statements 1 January – 31 December

Notes

8 Related party disclosures

EnBW Offshore Service Denmark ApS' related parties comprise the following:

Control

EnBW Offshore Service GmbH, Klausdorfer Strasse 1, Klausdorf, Germany.

EnBW Offshore Service GmbH holds the majority of the contributed capital in the Company.

EnBW Offshore Service Denmark ApS is part of the consolidated financial statements of EnBW Energie Baden-Württemberg AG, Karlsruhe, which is the smallest and largest group, in which the Company is included as a subsidiary.

The consolidated financial statements of EnBW Energie Baden-Württemberg AG and the consolidated financial statements of EnBW Energie Baden-Württemberg AG can be obtained on www.enbw.com.