

Better Energy Fårvang Estate A/S

Gammel Kongevej 60, 14th floor

1850 Frederiksberg C

Business Registration No. 37619078

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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Better Energy Fårvang Estate A/S

Company information

Company	Better Energy Fårvang Estate A/S Gammel Kongevej 60, 14th floor 1850 Frederiksberg C Business Registration No.: 37619078 Date of formation: 13 April 2016
Board of Directors	Mark Augustenborg Ødum Ho Kei Au Annette Egede Nylander Rasmus Lildholdt Kjær
Executive Board	Rasmus Lildholdt Kjær, Managing director

Better Energy Fårvang Estate A/S

Management's statement

Today, the Executive Board and the Board of Directors have considered and adopted the annual report of Better Energy Fårvang Estate A/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 Better Energy Fårvang Estate A/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

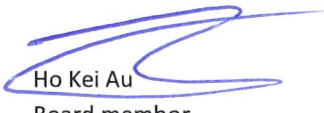
Rasmus Lildholdt Kjær
Managing director

Board of Directors




Mark Augustenborg Ødum
Chairman

Rasmus Lildholdt Kjær
Board member



Ho Kei Au
Board member



Annette Egede Nylander
Board member

Better Energy Fårvang Estate A/S

Management's review

The company's principal activities

The purpose of Better Energy Fårvang Estate A/S is to develop and manage renewable energy projects through direct and indirect ownership and other related activities

Development in activities and financial matters

Better Energy Fårvang Estate A/S's income statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK -179.314 and the balance sheet at 31 December 2020 a balance sheet total of DKK 9.255.336 and an equity of DKK -461.571.

Material changes in the Company's operations and financial matters

The company has lost its share capital. The company expects that the share capital can be re-established through own profits or through capital increases from the owners.

Better Energy Fårvang Estate A/S**Income statement**

	Note	2020 DKK	2019 DKK
Gross profit		177.908	175.479
Operating profit		177.908	175.479
Financial expenses	1	-382.926	-447.901
Profit from ordinary activities before tax		-205.018	-272.422
Tax on profit for the year	2	25.704	59.933
Profit		-179.314	-212.489
Proposed distribution of results			
Retained earnings		-179.314	-212.489
Distribution of profit		-179.314	-212.489

Better Energy Fårvang Estate A/S

Balance sheet as of 31 December

	Note	2020 DKK	2019 DKK
Assets			
Land and buildings	3	8.421.180	8.421.180
Property, plant and equipment		8.421.180	8.421.180
Fixed assets		8.421.180	8.421.180
Trade receivables		306.533	151.664
Deferred tax		0	47.119
Joint taxation receivables		65.278	12.814
Other receivables		431.937	542.910
Receivables		803.748	754.507
Cash		30.408	102.631
Current assets		834.156	857.138
Assets		9.255.336	9.278.318

Better Energy Fårvang Estate A/S

Balance sheet as of 31 December

	Note	2020 DKK	2019 DKK
Equity and liabilities			
Contributed capital		500.000	500.000
Reserve for unpaid contributed capital		375.000	375.000
Retained earnings		-1.336.571	-1.157.257
Equity		-461.571	-282.257
Payables to group enterprises		9.716.907	9.464.504
Other payables		0	96.071
Short-term liabilities other than provisions		9.716.907	9.560.575
Liabilities other than provisions		9.716.907	9.560.575
Equity and liabilities		9.255.336	9.278.318
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Better Energy Fårvang Estate A/S

Statement of changes in equity

	Contributed capital	Unpaid Contributed capital	Reserve for unpaid contributed capital	Retained earnings	Total
Equity 1 January 2020	500.000	-375.000	375.000	-1.157.257	-657.257
Changes of equity through changes in accounting policies		375.000			375.000
Adjusted equity 1 January 2020	500.000	0	375.000	-1.157.257	-282.257
Profit (loss)				-179.314	-179.314
Equity 31 December 2020	500.000	0	375.000	-1.336.571	-461.571

The company was established 13 April 2016 with a capital of DKK 500.000.

Notes

	2020	2019
1. Financial expenses		
Financial expenses from group enterprises	381.900	447.578
Other financial expenses	1.026	323
	<u>382.926</u>	<u>447.901</u>
2. Tax on profit for the year		
Current tax for the year	-65.278	-12.814
Change in deferred tax	39.574	-47.119
Adjustment of current tax, previous years	-7.545	0
Adjustment of deferred tax, previous years	7.545	0
	<u>-25.704</u>	<u>-59.933</u>
3. Land and buildings		
Cost at the beginning of the year	8.421.180	8.421.180
Cost at the end of the year	<u>8.421.180</u>	<u>8.421.180</u>
Carrying amount at the end of the year	<u>8.421.180</u>	<u>8.421.180</u>

4. 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.

5. Contingent liabilities

The company participates in a Danish joint taxation arrangement where Better Energy Holding A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the company is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

6. Collaterals and securities

Bank debt in a group company is secured by a deposited mortgage deed on properties. The carrying amount of mortgaged properties is DKK 8,4 million.

Better Energy Fårvang Estate A/S have transferred future rental income to the bank of Better Energy Estate A/S.

7. Group relations

Name and registered office of the parent company preparing consolidated statements for the smallest group: Better Energy Holding A/S, Business Registration No. 36950676, Frederiksberg.

Accounting policies

Reporting class

The annual report of Better Energy Fårvang Estate A/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.

Changed accounting policies, estimates and errors

Accounting policies have been changed as follows:

- Unpaid contributed capital is recognised in other receivables in accordance with the Danish Financial Statements Act.

Comparative figures have been restated to reflect the change in accounting policies in conformity with the Financial Statements Act.

The accumulated effect of the change in accounting policies at the beginning of the year are recognised directly in the opening equity balance as detailed in the statement of changes to equity.

Apart from the above mentioned fields, the accounting policies are consistent with those of the previous 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

Accounting policies

Section 32 of the Danish Financial Statements Act.

Gross profit or loss comprises other operating income and other external expenses.

Other operating income

Other operating income include rental income from land.

Other external expenses

Other external expenses include expenses for operation and administration.

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.

Tax on profit for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The company is jointly taxed with all Danish group entities. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

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 years
Solar parks:	30 years
Tools and equipment:	3-8 years
Leasehold improvements	5 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.

Accounting policies

Current assets

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.

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.

Other payables

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