

# **GNPower Danmark A/S**

Bredgade 36, 4.

1260 København K

CVR No. 37783838

## **Annual Report 2016**

1. financial year

The annual report was presented and adopted at the annual general meeting of the Company on 29 April 2017

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Kent Marvin Eriksen Kvalvik  
Chairman

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## **Management's statement**

Today, Management has considered and adopted the Annual Report of GNPower Danmark A/S for the financial year 1 June 2016 - 31 December 2016.

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 the Company at 31 December 2016 and of the results of the Company's operations for the financial year 1 June 2016 - 31 December 2016.

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

København, 29 April 2017

### **Executive Board**

Ina Kjøller  
Manager

### **Supervisory Board**

Kent Marvin Eriksen Kvalvik  
Chairman

Heidi Kirkeberg

Martin Gustafsson

## **GNPower Danmark A/S**

### **Company details**

<b>Company</b>	GNPower Danmark A/S Bredgade 36, 4. 1260 København K
CVR No.	37783838
Date of formation	1 June 2016
Financial year	1 June 2016 - 31 December 2016
<b>Supervisory Board</b>	Kent Marvin Eriksen Kvalvik, Chairman Heidi Kirkeberg Martin Gustafsson
<b>Executive Board</b>	Ina Kjøller, Manager

## Management's review

### **The Company's principal activities**

The Company's principal activities consist in trade of electricity, including participation in other companies with similar operations, and the purchase and sale of shares or otherwise make an interest in other companies.

### **Development in activities and financial matters**

The Company's income statement of the financial year 1. juni 2016 - 31. december 2016 shows a result of DKK -207.513 and the balance sheet at 31. december 2016 a balance sheet total of DKK 442.693 and an equity of DKK 292.487.

### **Post financial year events**

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

### **Expectations for the future**

The Company expects its operations to develop positively next year.

## **Accounting policies**

### **Reporting Class**

The Annual Report of GNPower Danmark A/S for 2016 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

As the financial year 2016 is the Company's first financial year, the financial statements with associated notes have been prepared without comparative figures from the previous year.

### **Reporting currency**

The annual report is presented in Danish kroner.

## **General information**

### **Basis of recognition and measurement**

Income is recognised in the income statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will accrue to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the annual report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

## **Income statement**

### **Other external expenses**

Other external expenses comprise expenses regarding sale and administration.

### **Staff expenses**

Staff expenses comprise wages and salaries, pensions and social security costs.

## Accounting policies

### Amortisation and impairment of tangible and intangible assets

Amortisation and impairment of intangible and tangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

	<b>Useful life</b>
Other fixtures and fittings, tools and equipment	3 years

Profit or loss resulting from the sale of intangible or tangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

### Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts that concern the financial year. Financial income and expenses include interest income and expenses, realised and unrealised capital gains and losses regarding securities, debt and foreign currency transactions, dividends received from other equity investments, amortisation of financial assets and liabilities as well as surcharges and allowances under the tax repayment scheme.

### Tax on net profit/loss for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

## Balance sheet

### Tangible assets

Tangible assets are measured at cost plus revaluations, if any, and less accumulated amortisation and impairment losses. Cost comprises the purchase price and costs directly attributable to the purchase until the date when the asset is available for use.

### Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

### Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

### 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.

### Financial liabilities

Liabilities are measured at amortised cost which usually corresponds to the nominal value.

### Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the balance sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

## GNPower Danmark A/S

### Income statement

	Note	2016 kr.
<b>Gross profit</b>		<b>-54.852</b>
Staff costs	1	-198.500
Depreciation and impairment losses		-10.903
<b>Profit from ordinary operating activities</b>		<b>-264.255</b>
Financial expences		-1.787
<b>Profit from ordinary activities before tax</b>		<b>-266.042</b>
Tax expense on ordinary activities		58.529
<b>Profit</b>		<b>-207.513</b>
<b>Proposed distribution of results</b>		
Retained earnings		-207.513
<b>Distribution of profit</b>		<b>-207.513</b>



## Balance sheet as of 31. December

	Note	2016 kr.
<b>Assets</b>		
Fixtures, fittings, tools and equipment	2	156.597
<b>Property, plant and equipment</b>		<u>156.597</u>
<b>Fixed assets</b>		<u>156.597</u>
Current deferred tax		58.529
Other short-term receivables		73.974
Deferred income		31.713
<b>Receivables</b>		<u>164.216</u>
<b>Cash and cash equivalents</b>		<u>121.880</u>
<b>Current assets</b>		<u>286.096</u>
<b>Assets</b>		<u>442.693</u>

## Balance sheet as of 31. December

	Note	2016 kr.
<b>Liabilities and equity</b>		
Contributed capital		500.000
Retained earnings		-207.513
<b>Equity</b>		<b>292.487</b>
Trade payables		150.206
<b>Short-term liabilities other than provisions</b>		<b>150.206</b>
<b>Liabilities other than provisions within the business</b>		<b>150.206</b>
<b>Liabilities and equity</b>		<b>442.693</b>
Contingent liabilities	3	
Related parties	4	

**Notes**

2016

**1. Staff costs**

Other employee expense	198.500
	<u>198.500</u>

Average number of employees	<u>0</u>
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**2. Fixtures, fittings, tools and equipment**

Addition during the year, incl. improvements	167.500
<b>Cost at the end of the year</b>	<u><b>167.500</b></u>

Amortisation for the year	-10.903
<b>Depreciation and amortisation at the end of the year</b>	<u><b>-10.903</b></u>

<b>Carrying amount at the end of the year</b>	<u><b>156.597</b></u>
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**3. Contingent liabilities**

No contingent liabilities exist at the balance sheet date.

**4. Related parties**

The following shareholders are registered in the Company's register of shareholders, who owns 100% of the share capital:

European Energy Group AS  
Borgeskogen 47, 3160 Stokke, Norge

The financial statements of Euro Group are available at:  
European Energy Group AS  
Borgeskogen 47, 3160 Stokke, Norge