

Stormgade I ApS
Bøgildvej 3
7430 Ikast
Business Registration No
38114131

Annual report 2018

The Annual General Meeting adopted the annual report on 04.04.2019

Chairman of the General Meeting



Name: Allan Gabriel Zandberg

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Entity details

Entity

Stormgade I ApS

Bøgildvej 3

7430 Ikast

Central Business Registration No (CVR): 38114131

Registered in: Ikast-Brande

Financial year: 01.01.2018 - 31.12.2018

Executive Board

Denis Jean Jørgen Viet-Jacobsen

Michael Pontoppidan Frost

Johan Olof Cervin

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Stormgade I ApS for the financial year 01.01.2018 - 31.12.2018.

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

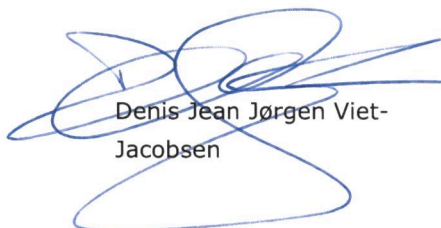
In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 01.01.2018 - 31.12.2018.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Ikast, 04.04.2019

Executive Board



Denis Jean Jørgen Viet-
Jacobsen



Michael Pontoppidan Frost



Johan Olof Cervin

Independent auditor's report

To the shareholders of Stormgade I ApS

Opinion

We have audited the financial statements of Stormgade I ApS for the financial year 01.01.2018 - 31.12.2018, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant 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 Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 01.01.2018 - 31.12.2018 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 this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities 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 as 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 Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Entity 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 about 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 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 these financial statements.

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:

Independent auditor's report

- 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 Entity'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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 commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, 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 commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Independent auditor's report

Based on the work we have performed, we conclude that the management commentary 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 commentary.

Aarhus, 04.04.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR)
33963556



Henrik Vedel
State Authorised Public Accountant
Identification No (MNE) mne10052



Jacob Tækker Nørgaard
State Authorised Public Accountant
Identification No (MNE) mne40049

Management commentary

Primary activities

Stormgade I ApS serves as the parent company of the company Stormgade II ApS. There is no further activity in the company.

Development in activities and finances

No special events occurred through the financial year.

Profit/loss for the year in relation to expected developments

Stormgade I ApS achieved a profit of DKK -16k after tax in the 2018 financial year, compared to a result after tax of -15k in last financial year. The result is satisfactory.

Outlook

Earnings are expected to be on a par with 2018 in the coming year. For further information, please refer to the consolidated financial statements.

Particular risks

No risks that are specific to what is common in the industry. For further information, please refer to the consolidated financial statements.

Events after the balance sheet date

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

Income statement for 2018

	<u>Notes</u>	<u>2018</u> <u>DKK'000</u>	<u>2016/17</u> <u>DKK'000</u>
Gross profit		0	0
Administrative expenses		(15)	(19)
Operating profit/loss		(15)	(19)
Other financial income	2	27.275	26.959
Other financial expenses	3	(27.281)	(26.959)
Profit/loss before tax		(21)	(19)
Tax on profit/loss for the year		5	4
Profit/loss for the year		(16)	(15)
Proposed distribution of profit/loss			
Retained earnings		(16)	(15)
		(16)	(15)

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018</u> <u>DKK'000</u>	<u>2016/17</u> <u>DKK'000</u>
Investments in group enterprises		544.750	544.750
Receivables from group enterprises		<u>294.234</u>	<u>266.959</u>
Fixed asset investments	4	<u>838.984</u>	<u>811.709</u>
Fixed assets		<u>838.984</u>	<u>811.709</u>
Receivables from group enterprises		0	4
Deferred tax		<u>5</u>	<u>0</u>
Receivables		<u>5</u>	<u>4</u>
Cash		<u>43</u>	<u>50</u>
Current assets		<u>48</u>	<u>54</u>
Assets		<u>839.032</u>	<u>811.763</u>

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018</u> <u>DKK'000</u>	<u>2016/17</u> <u>DKK'000</u>
Contributed capital		50.050	50.050
Retained earnings		<u>494.719</u>	<u>494.735</u>
Equity		<u>544.769</u>	<u>544.785</u>
Payables to group enterprises	5	<u>294.244</u>	<u>266.959</u>
Non-current liabilities other than provisions		<u>294.244</u>	<u>266.959</u>
Other payables		<u>19</u>	<u>19</u>
Current liabilities other than provisions		<u>19</u>	<u>19</u>
Liabilities other than provisions		<u>294.263</u>	<u>266.978</u>
Equity and liabilities		<u>839.032</u>	<u>811.763</u>
Contingent liabilities	6		
Assets charged and collateral	7		
Group relations	8		

Statement of changes in equity for 2018

	Contributed capital DKK'000	Retained earnings DKK'000	Total DKK'000
Equity beginning of year	50.050	494.735	544.785
Profit/loss for the year	<u>0</u>	<u>(16)</u>	<u>(16)</u>
Equity end of year	<u>50.050</u>	<u>494.719</u>	<u>544.769</u>

Notes

	<u>2018</u>	<u>2016/17</u>
1. Staff costs		
Average number of employees	<u>0</u>	<u>0</u>

	<u>2018</u> <u>DKK'000</u>	<u>2016/17</u> <u>DKK'000</u>
2. Other financial income		
Financial income arising from group enterprises	<u>27.275</u>	<u>26.959</u>
	<u>27.275</u>	<u>26.959</u>

	<u>2018</u> <u>DKK'000</u>	<u>2016/17</u> <u>DKK'000</u>
3. Other financial expenses		
Financial expenses from group enterprises	<u>27.275</u>	<u>26.959</u>
Other interest expenses	<u>6</u>	<u>0</u>
	<u>27.281</u>	<u>26.959</u>

	<u>Invest- ments in group enterprises DKK'000</u>	<u>Receivables from group enterprises DKK'000</u>
4. Fixed asset investments		
Cost beginning of year	<u>544.750</u>	<u>266.959</u>
Additions	<u>0</u>	<u>27.275</u>
Cost end of year	<u>544.750</u>	<u>294.234</u>
Carrying amount end of year	<u>544.750</u>	<u>294.234</u>

	<u>Registered in</u>	<u>Corpo- rate form</u>	<u>Equity inte- rest %</u>	<u>Equity DKK'000</u>	<u>Profit/loss DKK'000</u>
Investments in group enterprises comprise:					
Stormgade II ApS	Ikast-Brande, Denmark	ApS	100,0	551.194	17.012

Notes

5. Long-term debt to group enterprises

Long term debt falls due within 1-5 years after the balance sheet date.

6. Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Stormgade II ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities 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.

7. Assets charged and collateral

Stormgade I ApS has issued a surety guarantee and pledged investments in subsidiaries for all balances with banks in the KK Wind Solutions Holding ApS Group. The book value of debt to banks in the Group amounts to DKK 664,100k. The book value of investments in group enterprises comprise DKK 544,750k.

8. Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:

KK Wind Solutions Holding ApS, Ikast, business registration no. 38173766.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

Consolidated financial statements

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared. The consolidated financial statements are prepared by KK Wind Solutions Holding ApS, business registration no. 38173766.

Non-comparability

The comparable figures comprise 15 months and the figures for the current year consist of 12 months hence the figures are not comparable.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, production costs and other operating income.

Administrative costs

Administrative costs comprise expenses incurred for the Entity's administrative functions, including equipment used for administration of the Entity.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises.

Tax on profit/loss 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 Entity is jointly taxed with all Danish group enterprises. 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

Investments in group enterprises

Investments in group enterprises are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

Accounting policies

Receivables

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

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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