

P&B Solpark Danmark 11 K/S

Axeltorv 2 F
1609 Copenhagen V
Business Registration No
38161830

Annual report 2018

The Annual General Meeting adopted the annual report on 01.04.2019

Chairman of the General Meeting

Name: Ho Kei Au

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Entity details

Entity

P&B Solpark Danmark 11 K/S

Axeltorv 2 F

1609 Copenhagen V

Central Business Registration No (CVR): 38161830

Registered in: Copenhagen

Financial year: 01.01.2018 - 31.12.2018

Board of Directors

Rasmus Lildholdt Kjær

Mikkel Dau Jacobsen

Mark Augustenborg Ødum

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Egtved Allé 4

6000 Kolding

Statement by Management on the annual report

The Board of Directors have today considered and approved the annual report of P&B Solpark Danmark 11 K/S 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.

Copenhagen, 01.04.2019

Board of Directors

Rasmus Lildholdt Kjær

Mikkel Dau Jacobsen

Mark Augustenborg Ødum

Independent auditor's report

To the shareholders of P&B Solpark Danmark 11 K/S

Opinion

We have audited the financial statements of P&B Solpark Danmark 11 K/S 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.

Kolding, 01.04.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR)
33963556

Lars Ørum Nielsen
State Authorised Public Accountant
Identification No (MNE) mne26771

Morten Aamand Lund
State Authorised Public Accountant
Identification No (MNE) mne41365

Management commentary

Primary activities

The company's purpose is to invest directly or indirectly in photovoltaic system.

Development in activities and finances

The income statement of the entity for 2018 shows a loss of DKK 243,623. The Entity considers the result for the year as expected.

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 DKK</u>	<u>2016/17 DKK</u>
Gross profit		14.819	0
Depreciation, amortisation and impairment losses	2	<u>(183.360)</u>	<u>0</u>
Operating profit/loss		(168.541)	0
Other financial expenses	3	<u>(75.082)</u>	<u>(1.323)</u>
Profit/loss for the year		<u>(243.623)</u>	<u>(1.323)</u>
Proposed distribution of profit/loss			
Retained earnings		<u>(243.623)</u>	<u>(1.323)</u>
		<u>(243.623)</u>	<u>(1.323)</u>

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2016/17 DKK</u>
Plant and machinery		54.824.460	0
Property, plant and equipment	4	54.824.460	0
Fixed assets		54.824.460	0
Manufactured goods and goods for resale		0	51.837
Inventories		0	51.837
Other receivables		11.800.383	0
Receivables		11.800.383	0
Cash		813.504	0
Current assets		12.613.887	51.837
Assets		67.438.347	51.837

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2016/17 DKK</u>
Contributed capital		16.123.365	100
Unpaid contributed capital		0	(100)
Retained earnings		<u>(244.946)</u>	<u>(1.323)</u>
Equity		<u>15.878.419</u>	<u>(1.323)</u>
Debt to other credit institutions		<u>39.042.768</u>	<u>0</u>
Non-current liabilities other than provisions	5	<u>39.042.768</u>	<u>0</u>
Current portion of long-term liabilities other than provisions	5	654.945	0
Bank loans		62	9.344
Trade payables		11.777.598	0
Payables to group enterprises		0	43.816
Other payables		<u>84.555</u>	<u>0</u>
Current liabilities other than provisions		<u>12.517.160</u>	<u>53.160</u>
Liabilities other than provisions		<u>51.559.928</u>	<u>53.160</u>
Equity and liabilities		<u>67.438.347</u>	<u>51.837</u>
Staff costs	1		
Unrecognised rental and lease commitments	6		
Contingent liabilities	7		
Assets charged and collateral	8		

Statement of changes in equity for 2018

	Contributed capital DKK	Unpaid contributed capital DKK	Retained earnings DKK	Total DKK
	<u>DKK</u>	<u>DKK</u>	<u>DKK</u>	<u>DKK</u>
Equity beginning of year	100	(100)	(1.323)	(1.323)
Increase of capital	16.123.265	100	0	16.123.365
Profit/loss for the year	0	0	(243.623)	(243.623)
Equity end of year	16.123.365	0	(244.946)	15.878.419

The fully responsible participant is P&B Partner ApS.

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>2016/17</u>
	<u>DKK</u>	<u>DKK</u>
2. Depreciation, amortisation and impairment losses		
Depreciation of property, plant and equipment	<u>183.360</u>	<u>0</u>
	<u>183.360</u>	<u>0</u>

	<u>2018</u>	<u>2016/17</u>
	<u>DKK</u>	<u>DKK</u>
3. Other financial expenses		
Other interest expenses	<u>75.082</u>	<u>1.323</u>
	<u>75.082</u>	<u>1.323</u>

	<u>Plant and machinery DKK</u>
4. Property, plant and equipment	
Additions	<u>55.007.820</u>
Cost end of year	<u>55.007.820</u>
Depreciation for the year	<u>(183.360)</u>
Depreciation and impairment losses end of year	<u>(183.360)</u>
Carrying amount end of year	<u>54.824.460</u>

	<u>Due within 12 months 2018 DKK</u>	<u>Due after more than 12 months 2018 DKK</u>	<u>Outstanding after 5 years DKK</u>
5. Liabilities other than provisions			
Debt to other credit institutions	<u>654.945</u>	<u>39.042.768</u>	<u>45.283.516</u>
	<u>654.945</u>	<u>39.042.768</u>	<u>45.283.516</u>

Notes

	2018	2016/17
	DKK	DKK
6. Unrecognised rental and lease commitments		
Liabilities under rental or lease agreements until maturity in total	315.866	0
Liabilities under rental agreements or leases with group enterprises until expiry	315.866	0

7. Contingent liabilities

None.

8. Assets charged and collateral

For security of Debt to other credit institutions, transport is provided in all-risk insurance.

Entry and cancellation rights have been registered in the lease for leased land.

There is a registered pledge ban in the company's plant and machinery.

The carrying amount of pledged plant and machinery is DKK 54,824,460.

Cash DKK 813,260 is placed on accounts with special termination terms.

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.

The accounting policies applied to these financial statements are consistent with those applied last year.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue and external expenses.

Revenue

Revenue from the sale of electricity is recognised in the income statement when delivery is made to the buyer. 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 relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to plant and equipment comprise depreciation and impairment losses for the financial year, as well as gains and losses from the sale of plant and equipment.

Other financial expenses

Other financial expenses comprise interest expenses.

Balance sheet

Property, plant and equipment

Plant and machinery are measured at cost less accumulated depreciation and impairment losses.

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.

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:

Plant and machinery	25 years
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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

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Receivables

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

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.