
MFT Energy Holding ApS

Margrethepladsen 4, 3., DK-8000 Aarhus C

Annual Report for 1 January - 31 December 2020

CVR No 38 17 42 07

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
10/5 2021

Tore Høffner Andersen
Chairman of the General
Meeting



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Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of MFT Energy Holding ApS for the financial year 1 January - 31 December 2020.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2020 of the Company and of the results of the Company operations for 2020.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Aarhus, 10 May 2021

Executive Board

Torben Nordal Clausen
CEO

Board of Directors

Simon Fisker Rathjen
Chairman

Lars Kristensen

Torben Nordal Clausen

Cagdas Ozan Ates

Independent Auditor's Report

To the Shareholders of MFT Energy Holding ApS

Opinion

We have audited the Financial Statements of MFT Energy Holding ApS for the financial year 1 January - 31 December 2020, which comprise 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 financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the 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 are independent of the Company in accordance with the International Ethics Standards Board for 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 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 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

Independent Auditor's Report

audit. We also:

- 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 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.

Trekantområdet, 10 May 2021

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Lasse Berg

statsautoriseret revisor

mne35811

Company Information

The Company

MFT Energy Holding ApS
Margrethepladsen 4, 3.
DK-8000 Aarhus C

CVR No: 38 17 42 07

Financial period: 1 January - 31 December

Municipality of reg. office: Aarhus

Board of Directors

Simon Fisker Rathjen, Chairman
Lars Kristensen
Torben Nordal Clausen
Cagdas Ozan Ates

Executive Board

Torben Nordal Clausen

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Herredsvej 32
DK-7100 Vejle

Income Statement 1 January - 31 December

	Note	2020 TEUR	2019 TEUR
Gross profit/loss		-2	-1
Income from investments in subsidiaries		4.705	1.442
Financial income		0	0
Profit/loss before tax		4.703	1.441
Tax on profit/loss for the year	2	1	0
Net profit/loss for the year		4.704	1.441

Distribution of profit

Proposed distribution of profit

Reserve for net revaluation under the equity method		4.705	1.444
Retained earnings		-1	-3
		4.704	1.441

Balance Sheet 31 December

Assets

	Note	2020 TEUR	2019 TEUR
Investments in subsidiaries	3	8.444	3.738
Fixed asset investments		8.444	3.738
Fixed assets		8.444	3.738
Receivables from group enterprises		0	0
Corporation tax		1	0
Receivables		1	0
Cash at bank and in hand		6	5
Currents assets		7	5
Assets		8.451	3.743

Balance Sheet 31 December

Liabilities and equity

	Note	2020 TEUR	2019 TEUR
Share capital	4	10	9
Reserve for net revaluation under the equity method		7.922	3.217
Retained earnings		350	350
Equity		8.282	3.576
Trade payables		3	1
Payables to group enterprises		166	166
Short-term debt		169	167
Debt		169	167
Liabilities and equity		8.451	3.743
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Statement of Changes in Equity

	Share capital	Reserve for net revaluation under the equity method	Retained earnings	Total
	TEUR	TEUR	TEUR	TEUR
Equity at 1 January	9	3.217	351	3.577
Cash capital increase	1	0	0	1
Net profit/loss for the year	0	4.705	-1	4.704
Equity at 31 December	10	7.922	350	8.282

Notes to the Financial Statements

1 Key activities

The key activities are to hold shares in MFT Energy A/S.

	2020 <u>TEUR</u>	2019 <u>TEUR</u>
2 Tax on profit/loss for the year		
Current tax for the year	-1	0
	-1	0
3 Investments in subsidiaries		
Cost at 1 January	522	528
Disposals for the year	0	-6
Cost at 31 December	<u>522</u>	<u>522</u>
Value adjustments at 1 January	3.217	1.773
Disposals for the year	0	1
Net profit/loss for the year	<u>4.705</u>	<u>1.442</u>
Value adjustments at 31 December	<u>7.922</u>	<u>3.216</u>
Carrying amount at 31 December	<u>8.444</u>	<u>3.738</u>

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Votes and ownership
MFT Energy A/S	Aarhus	DKK 500,000	100%

Notes to the Financial Statements

4 Share capital

The share capital has developed as follows:

	2020	2019	2018	2017
	TEUR	TEUR	TEUR	TEUR
Share capital at 1 January	9	9	7	0
Capital increase	1	0	2	7
Capital decrease	0	0	0	0
Share capital at 31 December	10	9	9	7

5 Contingent assets, liabilities and other financial obligations

Charges and security

The following assets have been placed as security with bankers:

	2020	2019
	TEUR	TEUR
Subsidiaries' share capital with a nom. value of	67	67
Surety provided for MFT Energy A/S limited to	403	0

Contingent liabilities

The group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable is disclosed in the Annual Report of ARK Holding ApS, which is the management company of the joint taxation purposes. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

Notes to the Financial Statements

6 Related parties

Basis

Controlling interest

ARK Holding ApS

Margrethepladsen 4,3. 8000 Aarhus C

Transactions

The Company has chosen only to disclose transactions which have not been made on an arm's length basis in accordance with section 98(c)(7) of the Danish Financial Statements Act.

Consolidated Financial Statements

The company is included in the consolidated financial statement of the following company:

Name

Place of registered office

ARK Holding ApS

Margrethepladsen 4,3. 8000 Aarhus C

Notes to the Financial Statements

7 Accounting Policies

The Annual Report of MFT Energy Holding ApS for 2020 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The Financial Statements for 2020 are presented in TEUR.

Changes in accounting estimates

Change in presentation currency

The Company changed its presentation currency from DKK to EUR at 1 January 2020. The Financial Statements for 2020 have been presented in EUR. The comparative figures of the income statement have been translated into EUR at the average exchange rate for EUR/DKK 0.13387. The comparatives of the balance sheet have been translated into EUR at the year-end rate for EUR/DKK of 0.13387 at 31 December 2019.

Reclassifications and textual update of accounting policies

Some reclassifications have been made in the Financial Statements. In these cases comparatives are adjusted to reflect the new classifications. The reclassifications have not affected the profit for the year or the equity as of 31 December 2019. There has been a textual update of the accounting policies. The textual update has not affected the recognition and measurement of the accounting items.

Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act and to the consolidated financial statements of ARK Holding ApS, the Company has not prepared consolidated financial statements.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. 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 flow 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 will flow out of the Company, and the value of the liability can be measured reliably.

Notes to the Financial Statements

7 Accounting Policies (continued)

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Income Statement

Other external expenses

Other external expenses comprise indirect production costs and expenses for premises, sales and distribution as well as office expenses, etc.

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of other external expenses.

Income from investments in subsidiaries

The item “Income from investments in subsidiaries” in the income statement includes the proportionate share of the profit for the year.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Notes to the Financial Statements

7 Accounting Policies (continued)

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with Danish group companies. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

Balance Sheet

Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The item "Investments in subsidiaries" in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised intercompany profits or losses and with addition of the remaining value of any increases in value and goodwill calculated at the time of acquisition of the enterprises.

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to "Reserve for net revaluation under the equity method" under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in the subsidiaries.

Subsidiaries with a negative net asset value are recognised at EUR 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Equity

Dividend

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

Notes to the Financial Statements

7 Accounting Policies (continued)

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts

Debts are measured at amortised cost, substantially corresponding to nominal value.