

Phoenix II A/S

50 Esplanaden
DK-1263 Copenhagen K

CVR No. 38281364

Annual Report 2020

(1 January - 31 December 2020)
Fifth Financial Year

The annual report is presented and approved at the Company's
Annual General Meeting on 25 May 2021.

DocuSigned by:



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Jacob Ramsgaard Nielsen
(Chairman)

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COMPANY DETAILS

The company

Phoenix II A/S
50 Esplanaden
DK-1263 Copenhagen K
Denmark

CVR No.: 38281364

Incorporated in: Copenhagen

Registration date: 13 December 2016

Accounting period: 1 January 2020 - 31 December 2020

Board of Directors

Anne Pindborg (chairman)
Henriette Hallberg Thygesen
Magnus Joakim Warholm

Management

Michael Villi Møller

Consolidated accounts

The company is included in the consolidated accounts of A.P. Møller Holding A/S, Copenhagen and A.P. Møller – Mærsk A/S, Copenhagen.

MANAGEMENT'S REPORT

Main Activity

The Company is a 100% owned subsidiary of A.P. Møller-Mærsk AS, and has been inactive until end of 2020, where the Company acquired a development project with the aim of supporting the offshore wind business in the future.

Development in activities and financials

The financial result is slightly lower than expected, due to the acquired activity, but is still considered satisfactory. For 2021 a negative result is estimated, due to administration costs.

During the year, A.P. Møller-Mærsk A/S has made a capital increase in Phoenix II A/S of DKK 130 million as a cash contribution.

Furthermore, the Company have acquired a development project with the aim of supporting offshore wind business in the future. The development project is recognised within "Development projects in progress" in the Balance Sheet. As of 31 December 2020, the carrying value amounted to DKK 82 million.

Subsequent events

No subsequent events significantly influencing the financial year 2020 have taken place.

MANAGEMENT'S STATEMENT

The Board of Directors and Management have today discussed and approved the annual report of Phoenix II A/S for the financial year 1 January - 31 December 2020.

The annual report for 2020 of Phoenix II A/S has been prepared in accordance with the Danish Financial Statements Act (Årsregnskabsloven).

In our opinion, the financial statements give a true and fair view of the Company's assets and liabilities, financial position at 31 December 2020 and of the results of the Company's operations for the financial year 1 January – 31 December 2020.

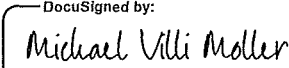
Furthermore, in our opinion, the Management's report includes a fair review of the development in the Company's operations and financial conditions, the results for the year and financial position.

In accordance with the Danish Financial Statements Act's (Årsregnskabsloven) section 135 para 1, the Annual Report 2020 is not audited. For 2021, the Company has decided to adopt audit requirements.

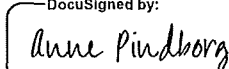
We recommend that the annual report be approved at the Annual General Meeting.

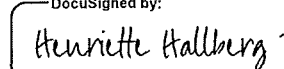
Copenhagen, 25 May 2021

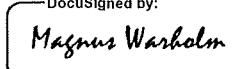
Management:

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Michael Villi Møller

Board of Directors:

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-----DA05CDDDFB3E4A6-----
Anne Pindborg
(chairman)

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Henriette Hallberg Thygesen

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Magnus Joakim Warholm

SIGNIFICANT ACCOUNTING POLICIES

The annual report 2020 of Phoenix II A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act (Årsregnskabsloven) applicable for class B companies.

Recognition and measurement in general

Income is recognised in the income statement when earned. Furthermore, costs necessary for obtaining the income are recognised.

Assets are recognised in the balance sheet when it is probable that future financial benefits will arrive at the Company and the value of the assets can be reliably measured.

Liabilities are recognised in the balance sheet when it is probable that future financial benefits will leave the Company and the value of the liability can be reliably measured.

Assets and liabilities are initially recognised at cost price. Subsequent recognition is described below for each category.

The Company uses Danish kroner as functional currency as well as presentation currency. All other currencies are considered foreign currencies. After the acquisition of the development project, the future activities are mainly expected to take place in USD. Thus, as from January 1st 2021, the Company will have USD as functional and reporting currency. Balances at December 31st, 2020 in DKK will be converted into USD, using the end rate 6.052.

Foreign currency translation

Receivables, payables and other monetary items in foreign currency are translated to the exchange rate on the balance sheet date. The difference between the exchange rate on the balance sheet date and the time of recognition of receivables or payables are included in financial items in the income statement.

Income statement

External costs

External costs include administration and overhead costs, etc.

Tax

The Company is jointly taxed with A.P. Møller Holding A/S' Danish subsidiaries. The actual company tax is allocated between the participating companies based on their taxable income.

ACCOUNTING POLICIES (CONTINUED)

Balance sheet

Intangible assets

Development projects in progress are measured at cost price and are amortised from the time it is ready to be put into operation on straight-line basis over the useful life, max. 5 years.

Receivables

Receivables are recognised at cost price corresponding to nominal value. Provisions for bad debt are made based on individual assessment.

Dividend

Proposed dividend for the year is presented separately in equity.

Provisions

Provisions are recognised when the Company has a current legal constructive obligation. Provisions are recognised on the basis of best estimates.

Deferred tax

Deferred tax is calculated based on the difference between carrying amount and tax value of assets and liabilities.

Payables

Payables are recognised at amortised cost price corresponding to nominal value.

INCOME STATEMENT

Amounts in DKK 1,000

Note	<u>2020</u>	<u>2019</u>
1 Other operating costs	<u>363</u>	<u>3</u>
Result before financial items and tax	-363	-3
Tax	<u>0</u>	<u>0</u>
Result for the year	<u>-363</u>	<u>-3</u>
Appropriation		
Retained earnings	<u>-363</u>	<u>-3</u>

BALANCE SHEET 31 DECEMBER

Amounts in DKK 1,000

Assets

Note	<u>2020</u>	<u>2019</u>
2 Development project in progress	81,664	0
Intangible assets	<u>81,664</u>	<u>0</u>
Fixed assets	<u>81,664</u>	<u>0</u>
Receivables from affiliated companies	29,806	495
Other receivables	20,162	0
Receivables	<u>49,968</u>	<u>495</u>
Current assets	<u>49,968</u>	<u>495</u>
Assets	<u>131,632</u>	<u>495</u>

Equity and liabilities

Note	<u>2020</u>	<u>2019</u>
Share capital	500	500
Retained earnings	129,759	-5
3 Equity	<u>130,259</u>	<u>495</u>
Payables to affiliated companies	1,373	0
Current liabilities	<u>1,373</u>	<u>0</u>
Liabilities	<u>1,373</u>	<u>0</u>
Equity and liabilities	<u>131,632</u>	<u>495</u>

4 **Contingent liabilities**5 **Related parties**6 **Subsequent events**

NOTES

Amounts in DKK 1,000

Note

1 Other external costs

Neither Management nor the Board of Directors have received remuneration. The Company has no employees.

2 Intangible assets

	Development project in progress
Cost:	
1 January 2020	0
Additions	<u>81,664</u>
31 December 2020	<u>81,664</u>
Amortisations:	
1 January 2020	0
Amortisations for the year	<u>0</u>
31 December 2020	<u>0</u>
Carrying amount 31 December 2020	<u>81,664</u>

3 Equity

	Company capital	Retained earnings	Total
1 January 2020	500	-5	495
Capital increase	0	130,127	130,127
Profit/loss for the year	0	-363	<u>-363</u>
31 December 2020	<u>500</u>	<u>129,759</u>	<u>130,259</u>

The share capital is divided into one share of DKK 500,000. A.P. Møller - Mærsk A/S, Copenhagen holds the full share capital. No changes in share capital since inception.

4 Contingent liabilities

The Company is jointly taxed with other Danish companies in the A.P. Møller Holding A/S Group. The Company is together with the other companies in the joint taxation scheme jointly and severally liable for taxes payable, etc. in Denmark.

5 Related parties

A.P. Møller - Mærsk A/S has control over the Company. The Company is included in the consolidated accounts of A.P. Møller - Mærsk A/S as well as A.P. Møller Holding A/S. Related parties include all other companies in the A.P. Møller – Mærsk A/S Group.

6 Subsequent events

No subsequent events significantly influencing the financial year 2020 have taken place.