

# Better Energy Spain A/S

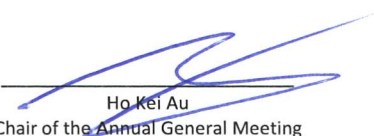
Gammel Kongevej 60, 14th floor

1850 Frederiksberg C

Business Registration No. 39188287

## Annual Report 2020

The annual report was presented and  
adopted at the Annual General Meeting  
on 28 April 2021.



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Ho Kei Au  
Chair of the Annual General Meeting

## Better Energy Spain A/S

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## Better Energy Spain A/S

### Company information

|                           |   |
|---------------------------|---|
| <b>Company</b>            | Better Energy Spain A/S<br>Gammel Kongevej 60, 14th floor<br>1850 Frederiksberg C<br>Business Registration No.: 39188287<br>Date of formation: 22 December 2017 |
| <b>Board of Directors</b> | Rasmus Lildholdt Kjær<br>Annette Egede Nylander<br>Ho Kei Au  |
| <b>Executive Board</b>    | Mark Augustenborg Ødum, Director  |

**Better Energy Spain A/S**

## **Management's statement**

Today, the Executive Board and the Board of Directors have considered and adopted the annual report of Better Energy Spain A/S for the financial year 1 January 2020 - 31 December 2020.

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

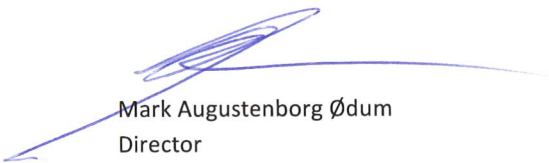
In our opinion, the financial statements give a true and fair view of the assets, liabilities and financial position of Better Energy Spain A/S at 31 December 2020 and of the results of the company's operations for the financial year 1 January 2020 - 31 December 2020.

In our opinion, the management's review includes a true and fair account of the matters addressed in the review.

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


Frederiksberg, 28 April 2021

### **Executive Board**



Mark Augustenborg Ødum  
Director

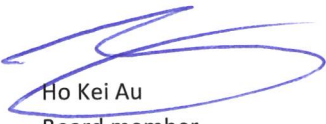
### **Board of Directors**



Rasmus Lildholdt Kjær  
Chairman



Annette Egede Nylander  
Board member



Ho Kei Au  
Board member

**Better Energy Spain A/S**

## **Management's review**

### **The company's principal activities**

The primary purpose of the company is to carry out holding activities with project development, construction, financing and sale of Spanish solar parks and related activities.

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

The company's income statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK 16.284 and the balance sheet at 31 December 2020 a balance sheet total of DKK 1.044.153 and an equity of DKK 529.712.

## Better Energy Spain A/S

### Income statement

|   | Note | 2020<br>kr.          | 2019<br>kr.          |
|---|------|----------------------|----------------------|
| <b>Gross profit</b>   |      | -5                   | 0                    |
| <b>Profit from ordinary operating activities</b>            |      | <u>-5</u>            | <u>0</u>             |
| Income from investments in group enterprises and associates |      | 4.140                | 4.725                |
| Financial income  | 1    | 20.888               | 19.533               |
| Financial expences  | 2    | <u>-5.314</u>        | <u>-6.087</u>        |
| <b>Profit from ordinary activities before tax</b>           |      | <b>19.709</b>        | <b>18.171</b>        |
| Tax on profit/loss for the year                             | 3    | <u>-3.425</u>        | <u>-2.958</u>        |
| <b>Profit for the year</b>                                  |      | <b><u>16.284</u></b> | <b><u>15.213</u></b> |
| <b>Proposed distribution of results</b>                     |      |                      |                      |
| Retained earnings   |      | <u>16.284</u>        | <u>15.213</u>        |
| <b>Distribution of profit</b>                               |      | <b><u>16.284</u></b> | <b><u>15.213</u></b> |

Better Energy Spain A/S

Balance sheet as of 31 December

|   | Note | 2020<br>kr.      | 2019<br>kr.    |
|---|------|------------------|----------------|
| <b>Assets</b>                                 |      |                  |                |
| Long-term investments in group enterprises    | 4, 5 | 509.902          | 130.762        |
| <b>Investments</b>                            |      | <u>509.902</u>   | <u>130.762</u> |
| <b>Fixed assets</b>                           |      | <u>509.902</u>   | <u>130.762</u> |
| Short-term receivables from group enterprises |      | 534.178          | 512.381        |
| <b>Receivables</b>                            |      | <u>534.178</u>   | <u>512.381</u> |
| <b>Cash and cash equivalents</b>              |      | <u>73</u>        | <u>678</u>     |
| <b>Current assets</b>                         |      | <u>534.251</u>   | <u>513.059</u> |
| <b>Assets</b>                                 |      | <u>1.044.153</u> | <u>643.821</u> |

Better Energy Spain A/S

Balance sheet as of 31 December

|  | Note | 2020<br>kr.      | 2019<br>kr.    |
|--|------|------------------|----------------|
| <b>Liabilities and equity</b>                                |      |                  |                |
| Contributed capital  |      | 500.000          | 500.000        |
| Reserve for net revaluation according to equity method       |      | 9.902            | 5.762          |
| Retained earnings  |      | 19.810           | 7.667          |
| <b>Equity</b>  |      | <b>529.712</b>   | <b>513.429</b> |
| Payables to group enterprises                                |      | 136.016          | 127.434        |
| Tax payables to group enterprises                            |      | 3.425            | 2.958          |
| Other payables   |      | 375.000          | 0              |
| <b>Short-term liabilities other than provisions</b>          |      | <b>514.441</b>   | <b>130.392</b> |
| <b>Liabilities other than provisions within the business</b> |      | <b>514.441</b>   | <b>130.392</b> |
| <b>Liabilities and equity</b>                                |      | <b>1.044.153</b> | <b>643.821</b> |
| Contingent liabilities                                       | 6    |                  |                |
| Related parties  | 7    |                  |                |



Better Energy Spain A/S

Statement of changes in equity

|                         | Contributed<br>capital | Reserve for<br>net re-<br>valuation ac-<br>cording to<br>equity<br>method | Retained<br>earnings | Total          |
|-------------------------|------------------------|---|----------------------|----------------|
| Equity 1 January 2020   | 500.000                | 5.762   | 7.667                | 513.429        |
| Profit (loss)           | 0                      | 4.140   | 12.143               | 16.283         |
| Equity 31 December 2020 | <u>500.000</u>         | <u>9.902</u>  | <u>19.810</u>        | <u>529.712</u> |

## Notes

### 1. Financial income

|   |               |               |
|---|---------------|---------------|
| Financial income from group enterprises | 20.888        | 19.533        |
|   | <b>20.888</b> | <b>19.533</b> |

### 2. Financial expenses

|   |              |              |
|---|--------------|--------------|
| Financial expenses from group enterprises | 5.314        | 6.081        |
| Other financial expenses                  | 0            | 6            |
|   | <b>5.314</b> | <b>6.087</b> |

### 3. Tax on profit/loss for the year

|                          |              |              |
|--------------------------|--------------|--------------|
| Current tax for the year | 3.425        | 2.958        |
|                          | <b>3.425</b> | <b>2.958</b> |

### 4. Investments in group enterprises

|                                    |                |                |
|------------------------------------|----------------|----------------|
| Cost at the beginning of the year  | 125.000        | 125.000        |
| Additions during the year          | 375.000        | 0              |
| <b>Cost at the end of the year</b> | <b>500.000</b> | <b>125.000</b> |

|  |              |              |
|--|--------------|--------------|
| Revaluations at the beginning of the year  | 5.762        | 1.037        |
| Revaluations for the year                  | 4.140        | 4.725        |
| <b>Revaluations at the end of the year</b> | <b>9.902</b> | <b>5.762</b> |

|   |                |                |
|---|----------------|----------------|
| <b>Carrying amount at the end of the year</b> | <b>509.902</b> | <b>130.762</b> |
|---|----------------|----------------|

### 5. Disclosure of investments in group enterprises

| Name  | Registered office | Share held in % |
|---|-------------------|-----------------|
| Selskabet af 03.01.2018 A/S under frivillig likvidation | Frederiksberg     | 100,00          |

### 6. Contingent liabilities

The company participates in a Danish joint taxation arrangement where Better Energy Holding A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the company is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, 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.

Better Energy Spain A/S has guaranteed group enterprises' debt to Proventus Capital Partners IV AB, Proventus Capital Partners IV B AB and Proventus Capital Partners IV C KB. The guarantee amounts to EUR 40 million as of 31 December 2020.

### 7. Group relations

Name and registered office of the parent preparing consolidated financial statements for the smallest group:  
Better Energy Holding A/S , Frederiksberg.

## **Accounting policies**

### **Reporting class**

The annual report of Better Energy Spain A/S for 2020 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B with addition of certain provisions for reporting class C.

### **Changed accounting policies, estimates and errors**

Accounting policies have been changed as follows:

- Unpaid contributed capital is recognised in other receivables in accordance with the Danish Financial Statements Act.
- Reserve for unpaid contributed capital has been dissolved and the balance transferred to retained earnings.

The accumulated effect of the change in accounting policies at the beginning of the year are recognised directly in the opening equity balance as detailed in the statement of changes to equity.

Apart from the above mentioned fields, the accounting policies are consistent with those of the previous year.

### **Reporting currency**

The annual report is presented in Danish kroner (DKK).

### **Recognition and measurement**

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the company, and the value of the assets can be measured reliably.

Liabilities are recognised in the balance sheet when the company has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the company, and the value of the liabilities can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is affected as described below for each financial statement item. Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

### **Foreign currency translation**

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date.

Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

## **Income statement**

### **Gross profit/loss**

The company has decided to aggregate certain items of the income statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit or loss comprises other external expenses.

## **Accounting policies**

### **Other external expenses**

Other external expenses include expenses for operation and administration.

### **Income from investments in group enterprises and associates**

The items 'Income from investments in group enterprises and associates' in the income statement include the proportionate share of the profit or loss for the year and amortisation of goodwill on consolidation. Internal profits/losses are eliminated in full for subsidiaries and proportionately for associates.

### **Financial income**

Financial income comprises interest income, including interest income on receivables from group enterprises, amortisation of financial assets, payables and transactions in foreign currencies, fair value adjustments of financial interests as well as tax relief under the Danish Tax Prepayment Scheme etc.

### **Financial expenses**

Financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, amortisation of financial liabilities, payables and transactions in foreign currencies, fair value adjustments of financial interests as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

### **Tax on profit 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 company is jointly taxed with all Danish group entities. 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**

### **Financial fixed assets**

Enterprises in which the company, directly or indirectly, holds more than 50% of the voting rights and exercises controlling influence are regarded as subsidiaries. Enterprises in which the company, directly or indirectly, holds between 20% and 50% of the voting rights and exercises significant, but not controlling, influence are regarded as associates.

Investments in subsidiaries and associates are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value plus unamortised goodwill and plus or minus unrealised intra-group profits or losses.

Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the company has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation is imminent, a provision is recognised that is measured at present value of the costs deemed necessary to incur to settle the obligation.

Upon distribution of profit or loss, net revaluation of investments in subsidiaries and associates is transferred to reserve for net revaluation according to the equity method under equity.

Investments in subsidiaries and associates are written down to the lower of recoverable amount and carrying amount.

The right for selling parties to receive dividends in subsidiaries and associates is measured at fair value and recognised as a part of investments in the subsidiaries/associates. Changes in fair value of selling parties' right to receive dividends are recognised in the income statement.

## **Accounting policies**

### **Current assets**

#### **Receivables**

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

Impairment of accounts receivables past due is established on individual assessment of receivables.

#### **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.

#### **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.

#### **Liabilities**

Financial liabilities are recognised initially at the proceeds received net of transaction expenses incurred. In subsequent periods, financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest method, so that the difference between the proceeds and the nominal value is recognised in the Income Statement over the life of the financial instrument.

Mortgage debt is accordingly measured at amortised cost, corresponding to the outstanding balance in case of cash loans. In case of bond loans, amortised cost corresponds to the outstanding balance determined as the underlying cash value of the loans at the time of borrowing adjusted for amortisation of capital losses on the loans over the repayment period.

Other liabilities, comprising deposits, trade payables and other accounts payable, are measured at amortised cost, which usually corresponds to the nominal value.

#### **Other payables**

Other payables comprise non-financial liabilities, which are measured at cost.