

Haldor Topsøe Project Investment A/S
Haldor Topsøes Alle 1, 2800 Kgs.Lyngby

Annual Report for 2020

Haldor Topsøe Project Investment A/S
CVR No 39 53 48 86

The Annual Report has been presented and adopted at the Annual General Meeting on June 15, 2021

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Chair of the meeting,
Jesper Grüning

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Statement by Management and the Board of Directors on the Annual Report

The Management and the Board of Directors have today considered and adopted the Annual Report of Haldor Topsøe Project Investment A/S for the financial year 2020.

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

We consider the accounting policies applied appropriate, and the estimates made reasonable.

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

In our opinion, Directors' report includes a true and fair account of the issues it addresses as well as a description of the Company's most significant risks and elements of uncertainty.

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

Lyngby, June 15, 2021

Management

Anders Hindum

Board of Directors

Roelof Baan
(Chairman)

Lene Ramm

Philip Eickhoff

Independent Auditor's Report

To the Shareholder of Haldor Topsøe Project Investment A/S

Opinion

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 2020 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Haldor Topsøe Project Investment A/S for the financial year 2020, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("financial statements").

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.

Statement on Management's Review

Management is responsible for Management's Review.

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

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review 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 in Management's Review.

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 judgment and maintain professional skepticism throughout the 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.

Copenhagen, June 15, 2021

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab
CVR No. 33 77 12 31

Rikke Lund-Kühl
State Authorised Public Accountant
mne33507

Annika Søndergaard Nielsen
State Authorised Public Accountant
mne45835

Directors' report

Main activities

The purpose of the Company is to pursue and conduct project investments and related commercial activities. The activities include holding shares in subsidiaries, whenever deemed relevant by the Board of the Company.

Haldor Topsøe Project Investment A/S owns 100% of HT Ramagundam A/S and Haldor Topsoe Project Development Inc.

Haldor Topsøe Project Investment A/S is a wholly-owned subsidiary of Haldor Topsøe A/S.

Results

The net result for 2020 was a loss of DKK 3 million. The net result mainly comprises the results from subsidiaries.

The company's equity is negative. Management expects to restore the Company's registered capital through own future earnings. The parent company has granted a Letter of financial support effective until May 31, 2022.

Accounting policies

Basis of preparation

The Annual Report of Haldor Topsøe Project Investment A/S 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 accounting policies applied remain unchanged from previous years.

Recognition and measurement

Income is recognized in the income statement as earned. All expenses are recognized in the income statement.

Assets are recognized 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 recognized 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.

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

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the Annual Report which confirm or invalidate affairs and conditions existing at the balance sheet date.

Translation of foreign currency

Transactions in foreign currencies are translated during the year at the exchange rates at the dates of transaction. Gains and losses arising due to differences between the rates at the transaction date and the rates at the dates of payment are recognized in financial income and expenses in the income statement.

Receivables and payables 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 transaction date rates are recognized in financial income and expenses in the income statement.

Income statement

Other external expenses

Other external expenses comprise expenses for external assistance etc.

Financial expenses

Financial expenses comprise of interest, dividends, fair value adjustment and realized and unrealized foreign currency translation adjustments.

Tax

The Company is jointly taxed with Danish entities within the Haldor Topsøe Holding A/S Group in the mandatory Danish joint taxation. Tax for the year comprises current tax for the year and deferred tax for the year.

The tax attributable to the profit for the year is recognized in the income statement, whereas the tax attributable to equity entries is recognized directly in equity. Any share of the tax reported in the income statement arising from profit/loss on extraordinary activities for the year is attributed to such activities, whereas the remaining share is attributed to profit/loss on ordinary activities for the year.

Balance Sheet

Investments in group enterprises

Investments in group enterprises are recognized and measured under the equity method. Acquisitions are measured using the consolidation method.

Group enterprises which have negative equity are measured at DKK 0, and receivables from these group enterprises are written down by the parent company's share of the negative equity if it is estimated to be irrecoverable.

If the negative equity exceeds receivables, the remaining amount is recognized under provisions to the extent the parent company has a legal or constructive obligation to cover the group enterprise's deficit.

The item "Result of investments in group enterprises" in the income statement includes the proportionate share of the result after tax.

Other investments

Other investments are measured at market value or estimated fair value. Unrealized value adjustments are recognized in financial income and expenses in the income statement.

Receivables

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

Corporate income tax and deferred tax

Current tax receivables and current tax liabilities are recognized in receivables in the balance sheet in the event of overpayment of tax on account, and in liabilities in the event of underpayment of tax on account.

Deferred tax is measured under the balance sheet liability method in respect of all temporary differences between the carrying amount and the tax

base of assets and liabilities. Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realized, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity and jurisdiction.

Financial liabilities

Other debts are measured at amortized cost, mainly corresponding to nominal value.

Income statement

	Note	2020 DKK 1,000	2019 DKK 1,000
Other external expenses		-115	-14
EBIT		-115	-14
Result of investments in group enterprises	1	-3,091	-19,135
Financial expenses		-3	-1
Profit before tax		-3,209	-19,150
Tax		26	3
Net profit/(loss)		-3,183	-19,147
Proposed distribution of profit			
Reserve for net revaluation under the equity method		-3,091	-19,135
Retained earnings		-92	-12
		-3,183	-19,147

Balance sheet

Assets

	Note	2020 DKK 1,000	2019 DKK 1,000
Investments in group enterprises		17	860
Other investments		1,868	0
Investments	1	1,885	860
Fixed assets		1,885	860
Receivables from group enterprises		2	2
Corporation tax		26	3
Other receivables		28	0
Receivables		56	5
Cash		343	359
Current assets		399	364
Assets		2,284	1,224

Balance sheet

Equity and liabilities

	Note	2020 DKK 1,000	2019 DKK 1,000
Share capital		500	500
Premium capital		26,503	0
Retained earnings		-47,390	-47,264
Equity	2	-20,387	-46,764
Other provisions	1	20,284	47,596
Provisions		20,284	47,596
Payables to group enterprises		2,000	0
Long-term liabilities		2,000	0
Payable to group enterprises		375	375
Other payables		12	17
Short-term liabilities		387	392
Liabilities		22,671	47,988
Equity and liabilities		2,284	1,224
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Statement of changes in equity

	Share capital	Premium share capital	Net revaluation reserve according to the equity	Retained earnings	Total
	DKK 1,000	DKK 1,000	DKK 1,000	DKK 1,000	DKK 1,000
Equity at January 1, 2020	500	0	0	-47,264	-46,764
Adjustments relating to separate foreign legal entities	0	0	3,057	0	3,057
Transfer to Retained earnings	0	0	34	-34	0
Paid in share capital	0	26,503	0	0	26,503
Net profit/(loss) for the year	0	0	-3,091	-92	-3,183
Equity at December 31, 2020	500	26,503	0	-47,390	-20,387

Notes to the financial statements

1 Investments

	Investments in group enterprises	Other investments
Cost at January 1, 2020	501	0
Additions for the year	26,503	1,868
Cost at December 31, 2020	27,004	1,868
Value adjustment at January 1, 2020	-47,237	0
Foreign currency adjustments	3,057	0
Net profit for the year	-3,091	0
Value adjustment at december 31, 2020	-47,271	0
Investment with negative equity transferred to other provisions	20,284	0
Carrying amount at December 31, 2020	17	1,868

Investments in group enterprises are specified as follows:

Name	Registered office	Voting and ownership share
HT Ramagundam A/S	Lyngby, Denmark	100%
Haldor Topsoe Project Development Inc.	Houston, USA	100%

Other investments are specified as follows:

Name	Registered office	Voting and ownership share
Liquid Wind		4%
		Other investments
Fair value at December 31, 2020		1,868
Value adjustment in the income statement		0
Fair value level		3

Notes to the financial statements

2 Equity

The Company's equity is negative. Management expects to restore the company's registered capital through own future earnings. Haldor Topsøe A/S has granted a letter of financial support stating that they will provide sufficient funding to the Company in order for the Company to meet its obligations. Further, loans extended will not be called unless the liquidity position justify such repayments. The letter of financial support is effective until May 31, 2022.

3 Contingent liabilities

Through participation in joint taxation scheme with Topsøe Holding A/S, the Company is jointly and severally liable for taxes and VAT payable in Denmark.

4 Consolidated financial statements

Haldor Topsøe A/S prepares consolidated financial statements, which include the Company and its group enterprises.

Address: Haldor Topsoe's Allé 1, 2800 Kgs. Lyngby, Denmark.

Company webpage: <https://www.topsoe.com/investor/annual-reports>

5 Subsequent events

No events materially affecting the Company's financial position at December 31, 2020 have occurred after the balance sheet date.