

Colinas Finance ApS

c/o Neil Gordon Smith
Tietgensvej 17
3400 Hillerød

CVR no. 39 60 53 25

Annual report for 2018/19
(1st Financial year)

Adopted at the annual general meeting
on 24 February 2020

Neil Gordon Smith
chairman

Table of contents

	Page
Statements	
Statement by management on the annual report	1
Independent auditor's report on extended review	2
Management's review	
Company details	4
Management's review	5
Financial statements	
Accounting policies	6
Income Statement	8
Balance Sheet	9
Notes to the annual report	11

Statement by management on the annual report

The executive board has today discussed and approved the annual report of Colinas Finance ApS for the financial year 29 May 2018 - 30 September 2019.

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

In my opinion, the financial statements give a true and fair view of the company's financial position at 30 September 2019 and of the results of the company's operations for the financial year 29 May 2018 - 30 September 2019.

In my opinion, management's review includes a fair review of the matters dealt with in the management's review.

Management recommends that the annual report should be approved by the company in general meeting.

Hillerød, 24 February 2020

Executive board

Neil Gordon Smith

Independent auditor's report on extended review

To the shareholder of Colinas Finance ApS

Opinion

We have performed extended review of the financial statements of Colinas Finance ApS for the financial year 29 May 2018 - 30 September 2019, which comprise income statement, balance sheet, notes and summary of significant accounting policies. The financial statements are prepared under the Danish Financial Statements Act.

Based on the performed work it is our opinion, that the financial statements give a true and fair view of the company's financial position at 30 September 2019 and of the results of the company's operations for the financial year 29 May 2018 - 30 September 2019 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our extended review in accordance with the Danish Business Authority's standard on auditor's report for small enterprises and FSR - danish auditors' standard on extended review of financial statements in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review 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 evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter

We refer to note 1 in the financial statements, which reflects that the Company has a significant receivable of EUR 6.658 thousand. The receivable is from a power company. The receivable was bought at a discount, reflecting an auditor's valuation report. In the accounts, the value of the loan is reflected as the purchase price plus the accrued interest in the interim which the Company view as reasonable. This is based on the fact that the debtor is now operating and invoicing.

We have not modified our opinion in respect of this matter.

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.

Independent auditor's report on extended review

Auditor's responsibility for the extended review of the financial statements

Our responsibility is to express a conclusion on the accompanying financial statements. This requires us to perform procedures in order to obtain limited assurance for our conclusion on these financial statements, and in addition perform specifically required supplementary procedures in order to obtain additional assurance for our conclusion.

An extended review of financial statements includes procedures primarily consisting of making inquiries of management and others within the entity, as appropriate, applying analytical procedures and the specifically required supplementary procedures, and evaluating the evidence obtained.

The procedures performed in an extended review are less than those performed in an audit and accordingly we do not express an audit opinion on these financial statements.

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 extended review 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 extended review, 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, we conclude that 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 of management's review.

Hellerup, 24 February 2020

CVR no. 33 25 68 76



Søren Jonassen
Statsautoriseret revisor
MNE no. mne18488

Company details

The company

Colinas Finance ApS
c/o Neil Gordon Smith
Tietgensvej 17
3400 Hillerød

CVR no.: 39 60 53 25

Reporting period: 29 May 2018 - 30 September 2019

Incorporated: 29. May 2018

Domicile: Hillerød

Executive board

Neil Gordon Smith

Auditors

Crowe
Statsautoriseret Revisionsinteressentskab v.m.b.a.
Rygårds Allé 104
2900 Hellerup

Management's review

Business review

The purpose of the company is to to conduct business and operate as an investment company by investing in securities etc., cf. section 19 of the Danish Capital Gains Tax Act.

Financial review

The company's income statement for the year ended 30 September 2019 shows a profit of EUR 2.240.214, and the balance sheet at 30 September 2019 shows equity of EUR 2.255.214.

The Company's performance is satisfactory.

The Company's main asset is a significant receivable from a power company. The receivable was bought at a discount, reflecting an auditor's valuation report. In the accounts, the value of the loan is reflected as the purchase price plus the accrued interest in the interim which the Company view as reasonable. This is based on the fact that the debtor is now operating and invoicing.

Significant events occurring after the end of the financial year

The Company is currently considering entering into an agreement with its main debtor to adjust the headline amount of the loan outstanding. This would be with a view to aid a general restructure of debt whereby the debtor's status as an operating company allows them to receive long-term trade financing and thereby to refinance, and look to repay the debt owed to the Company. The Company accordingly view this as a generally positive development.

Appart from the above no events have occurred after the balance sheet date which could significantly affect the company's financial position.

Accounting policies

The annual report of Colinas Finance ApS for 2018/19 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The annual report for 2018/19 is presented in EUR

As 2018/19 is the company's first reporting period, no comparatives have been presented.

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits 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 from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit and loss reflects an aggregation of revenue, other operating income less other external expenses.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Net financials include interest income and expenses realised and unrealised capital/exchange gains and losses on foreign currency transactions.

Accounting policies

Balance sheet

Fixed asset investments

Other securities and investments, fixed assets

Other unlisted securities are measured at cost. Writedown takes place to the recoverable amount, if this value is lower than the book value.

Prepayments

Prepayments recognised under 'Current assets' comprises expenses incurred concerning subsequent financial years.

Equity

Dividends

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses. If foreign currency transactions are considered cash flow hedges, the value adjustments are taken directly to equity.

Income statement
29 May 2018 - 30 September 2019

	<u>Note</u>	<u>2018/19</u> EUR
Gross profit		-7.135
Profit/loss before net financials		-7.135
Financial income		2.458.516
Financial costs		<u>-211.167</u>
Profit/loss before tax		2.240.214
Tax on profit/loss for the year		<u>0</u>
Profit/loss for the year		<u><u>2.240.214</u></u>
 Recommended appropriation of profit/loss		
Retained earnings		<u>2.240.214</u>
		<u><u>2.240.214</u></u>

Balance sheet at 30 September 2019

	<u>Note</u>	<u>2018/19</u> EUR
Assets		
Other receivables	1	<u>6.658.516</u>
Fixed asset investments		<u>6.658.516</u>
Total non-current assets		<u>6.658.516</u>
Other receivables		<u>9.865</u>
Receivables		<u>9.865</u>
Total current assets		<u>9.865</u>
Total assets		<u><u>6.668.381</u></u>

Balance sheet at 30 September 2019

	<u>Note</u>	<u>2018/19</u> EUR
Equity and liabilities		
Share capital		7.500
Retained earnings		<u>2.247.714</u>
Equity	2	<u>2.255.214</u>
Contract liabilities		<u>4.411.167</u>
Total non-current liabilities		<u>4.411.167</u>
Other payables		<u>2.000</u>
Total current liabilities		<u>2.000</u>
Total liabilities		<u>4.413.167</u>
Total equity and liabilities		<u><u>6.668.381</u></u>

Notes

1 Fixed asset investments

	<u>Other receiv- ables</u>
Cost at 29 May 2018	0
Additions for the year	<u>6.658.516</u>
Cost at 30 September 2019	<u>6.658.516</u>
Carrying amount at 30 September 2019	<u><u>6.658.516</u></u>

The Company's main asset is a significant receivable from a power company. The receivable was bought at a discount, reflecting an auditor's valuation report. In the accounts, the value of the loan is reflected as the purchase price plus the accrued interest in the interim which the Company view as reasonable. This is based on the fact that the debtor is now operating and invoicing.

The Company is currently considering entering into an agreement with its main debtor to adjust the headline amount of the loan outstanding. This would be with a view to aid a general restructure of debt whereby the debtor's status as an operating company allows them to receive long-term trade financing and thereby to refinance, and look to repay the debt owed to the Company. The Company accordingly view this as a generally positive development.

2 Equity

	<u>Share capital</u>	<u>Share premium account</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 29 May 2018	7.500	7.500	0	15.000
Net profit/loss for the year	0	0	2.240.214	2.240.214
Transfer from share premium account	<u>0</u>	<u>-7.500</u>	<u>7.500</u>	<u>0</u>
Equity at 30 September 2019	<u><u>7.500</u></u>	<u><u>0</u></u>	<u><u>2.247.714</u></u>	<u><u>2.255.214</u></u>