

Better Energy Poland Estate A/S

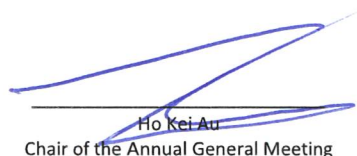
Gammel Kongevej 60, 14th floor

1850 Frederiksberg C

Business Registration No. 40180591

Annual Report 2020

The annual report was presented and
adopted at the Annual General Meeting
on 25 May 2021



Ho Kei Au
Chair of the Annual General Meeting

Contents

Company information	3
Management's statement	4
Management's review	5
Income statement	6
Balance sheet	7
Statement of changes in equity	9
Notes	10
Accounting policies	12

Better Energy Poland Estate A/S

Company information

Company	Better Energy Poland Estate A/S Gammel Kongevej 60, 14th floor 1850 Frederiksberg C Business Registration No.: 40180591 Date of formation: 3 January 2019
Board of Directors	Rasmus Lildholdt Kjær Ho Kei Au Annette Egede Nylander
Executive Board	Christoffer Fruergaard Larsen, Managing director

Management's statement

Today, the Executive Board and the Board of Directors have considered and adopted the annual report of Better Energy Poland Estate 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 Poland Estate 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.

The conditions for not conducting an audit of the financial statements have been met.

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

Frederiksberg, 25 May 2021

Executive Board



Christoffer Fruergaard Larsen
Managing director


Board of Directors



Rasmus Lildholdt Kjær
Chairman



Ho Kei Au
Board member



Annette Egede Nylander
Board member

Management's review

The company's principal activities

The purpose of Better Energy Poland Estate A/S is to participate as a general partner in limited partnerships and/or partner companies that acquire, own, develop, operate and finance solar power plants and related activities..

Development in activities and financial matters

Better Energy Poland Estate A/S's income statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK -76.238 and the balance sheet at 31 December 2020 a balance sheet total of DKK 2.915.433 and an equity of DKK 273.781.

Income statement

	Note	2020 kr.	2019 kr.
Gross profit		-1	0
Profit from ordinary operating activities		-1	0
Income from investments in group enterprises and associates		-83.666	-52.191
Financial income	1	15.085	3.245
Financial expenses	2	-12.206	-66
Profit from ordinary activities before tax		-80.788	-49.012
Tax on profit/loss for the year	3	4.550	-699
Profit for the year		-76.238	-49.711
Proposed distribution of results			
Retained earnings		-76.238	-49.711
Distribution of profit		-76.238	-49.711

Better Energy Poland Estate A/S

Balance sheet as of 31 December

	Note	2020 kr.	2019 kr.
Assets			
Investments in group enterprises	4, 5	0	0
Investments		<u>0</u>	<u>0</u>
Fixed assets		<u>0</u>	<u>0</u>
Short-term receivables from group enterprises		2.610.850	79.588
Tax receivables from group enterprises		4.550	0
Other short-term receivables		300.000	300.000
Receivables		<u>2.915.400</u>	<u>379.588</u>
Cash and cash equivalents		<u>33</u>	<u>34</u>
Current assets		<u>2.915.433</u>	<u>379.622</u>
Assets		<u>2.915.433</u>	<u>379.622</u>

Balance sheet as of 31 December

	Note	2020 kr.	2019 kr.
Liabilities and equity			
Contributed capital		400.000	400.000
Reserve for unpaid contributed capital		300.000	300.000
Retained earnings		-426.219	-349.981
Equity		273.781	350.019
Provisions for investments in group enterprises	6	0	28.904
Provisions		0	28.904
Payables to group enterprises		2.641.652	0
Tax payables		0	699
Short-term liabilities other than provisions		2.641.652	699
Liabilities other than provisions		2.641.652	699
Liabilities and equity		2.915.433	379.622
Significant events occurring after end of reporting period	7		
Contingent liabilities	8		
Group relations	9		

Statement of changes in equity

	Contributed capital	Unpaid Contributed capital	Reserve for unpaid contributed capital	Reserve for net re- valuation ac- cording to equity method	Retained earnings	Total
Equity 1 January 2020	400.000	-300.000	300.000	0	-349.981	50.019
Changes of equity through corrections of errors		300.000				300.000
Adjusted equity 1 January 2020	400.000	0	300.000	0	-349.981	350.019
Equity transfers to reserves				83.666	-83.666	0
Profit (loss)				-83.666	7.428	-76.238
Equity 31 December 2020	400.000	0	300.000	0	-426.219	273.781

Notes

	2020	2019
1. Financial income		
Financial income from group enterprises	15.085	3.245
	15.085	3.245
2. Financial expenses		
Financial expenses from group enterprises	12.206	0
Other financial expenses	0	66
	12.206	66
3. Tax on profit for the year		
Current tax for the year	-4.550	699
	-4.550	699
4. Investments in group enterprises		
Cost at the beginning of the year	23.557	0
Additions for the year	8.190	23.557
Cost at the end of the year	31.747	23.557
Revaluations at the beginning of the year	-23.557	0
Change due to a foreign currency translation adjustment	1	-270
Revaluations for the year	-83.666	-52.191
Negative investment value transferred to receivables	104.379	0
Negative investment value transferred to provisions	-28.904	28.904
Revaluations at the end of the year	-31.747	-23.557
Carrying amount at the end of the year	0	0
5. Disclosure of investments in group enterprises and associates		
<i>Group enterprises</i>		
Name	Registered office	Share held in %
Better Energy Sadlogosz Estate Sp..z.o.o.	Poland	100,00
6. Provisions for investments in group enterprises		
Provision for negative investment in Better Energy Sadlogosz Estate Sp..z.o.o.	0	28.904
Balance at the end of the year	0	28.904
7. Significant events occurring after end of reporting period		
No events have occurred after the balance sheet date to this date, which would influence the evaluation of this		

Notes

annual report.

8. 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.

9. Group relations

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

Accounting policies

Reporting class

The annual report of Better Energy Poland Estate 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.

Comparative figures have been restated to reflect the change in accounton policies in conformity with the Financial Statements Act.

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.

Accounting policies

Gross profit or loss comprises other external expenses.

Other external expenses include expenses for operation and administration.

Income from investments in group enterprises and associates

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.

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

Equity investments in group enterprises and associates

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.

Receivables

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

Accounting policies

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

Other receivables

Other receivables comprise non-financial assets, which are measured at cost.

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.

Provisions

Provisions comprise the value of negative interest in subsidiaries

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.