

FE II GP ApS

c/o Bech-Bruun
Langelinie Allé 35, 2100 Copenhagen Ø

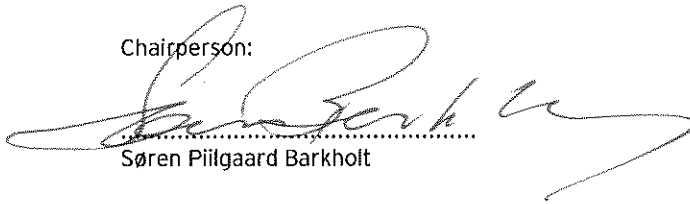
CVR no. 40 61 19 24

Annual report 2019

(As of the establishment of the Company 26 June - 31 December 2019)

Approved at the Company's annual general meeting on 31 August 2020

Chairperson:



Søren Piiłgaard Barkholt

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Statement by the Executive Board

Today, the Executive Board has discussed and approved the annual report of FE II GP ApS for the financial year as of the establishment of the Company 26 June - 31 December 2019.

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

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2019 and of the results of the Company's operations for the financial year as of the establishment of the Company 26 June - 31 December 2019.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the annual general meeting.

Copenhagen, 31 August 2020
Executive Board:


Søren Pillegaard Barkholt


Erik Sejersén

Independent auditor's report

To the shareholder of FE II GP ApS

Opinion

We have audited the financial statements of FE II GP ApS for the financial year as of the establishment of the Company 26 June - 31 December 2019, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2019 and of the results of the Company's operations for the financial year as of the establishment of the company 26 June - 31 December 2019 in accordance with the Danish Financial Statements Act.

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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

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 rules and requirements.

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 as to 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 the financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism 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.

Independent auditor's report

- ▶ 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 note 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.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

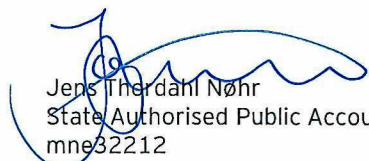
In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

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

Based on the work we have performed, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 31 August 2020
EY GODKENDT REVISIONSPARTNERSELSKAB

CVR no. 30 70 02 28



Jens Therdahl Nøhr
State Authorised Public Accountant
mne32212

Management's review

Company details

Name	FE II GP ApS
Address, Postal code, City	c/o Bech-Bruun Langelinie Allé 35, 2100 Copenhagen Ø
CVR no.	40 61 19 24
Established	26 June 2019
Registered office	Copenhagen
Financial year	26 June - 31 December 2019
Executive Board	Søren Piilgaard Barkholt Erik Sejersen
Auditors	EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark

Management's review

Business review

FE II GP ApS was established on 26 June 2019 and the Company's principle activity is to act as general partner in the parallel limited partnerships Frontier Energy II Alpha K/S and Frontier Energy II Beta K/S as well as the feeder fund FE II CIV K/S. The Company receives an annual general partner fee from Frontier Energy II Alpha K/S, Frontier Energy II Beta K/S and FE II CIV K/S.

Frontier Energy II Alpha K/S and Frontier Energy II Beta K/S are two parallel private equity limited partnerships, which were established on 15 December 2016. FE II CIV K/S is a feeder fund for Frontier Energy II Alpha K/S and Frontier Energy II Beta K/S.

The objective of Frontier Energy II Alpha K/S and Frontier Energy II Beta K/S is to make, develop and realise investments in renewable energy and energy efficiency assets in countries in Sub-Saharan Africa.

Frontier Energy II Alpha K/S and Frontier Energy II Beta K/S had initial closing on 21 March 2017 with commitments totalling USD 95,540 thousand and final closing on 30 November 2018 with commitments totalling USD 227,112 thousand. The investors consist of a number of Danish and foreign investors.

As general partner of Frontier Energy II Alpha K/S, Frontier Energy II Beta K/S and FE II CIV K/S, the Company has unlimited liability for all liabilities of the limited partnerships.

Financial review

For the financial year 26 June 2019 - 31 December 2019, FE II GP ApS realised a profit of DKK 34 thousand.

For the financial year, a dividend of DKK 184 thousand is proposed.

Events after the balance sheet date

The outcome and potential impact on the limited partnership's investments due to the corona virus (COVID-19) outbreak in 2020 are uncertain as of the date of the approval of the annual report. The general partner follows the situation closely.

No other events have occurred after the balance sheet date that may have a significant influence on the assessment of the annual report.

Outlook

The Company expects positive operating results for 2020 above the level for 2019.

Financial statements for the period 26 June - 31 December 2019

Income statement

Note	2019 6 months DKK'000
	<u>206</u>
	-25
	<u>181</u>
3	-137
	<u>44</u>
4	-10
	<u>34</u>
	184
	-150
	<u>34</u>

Financial statements for the period 26 June - 31 December 2019

Balance sheet

Note	2019 DKK'000
ASSETS	
Non-fixed assets	
Receivables	
Trade receivables	206
Receivables from group entities	49
	255
Cash	145
Total non-fixed assets	400
TOTAL ASSETS	400
 EQUITY AND LIABILITIES	
Equity	
Share capital	50
Retained earnings	100
Dividend proposed for the year	184
Total equity	334
Liabilities other than provisions	
Current liabilities other than provisions	
Trade payables	24
Income taxes payable	10
Other payables	32
	66
Total liabilities other than provisions	66
TOTAL EQUITY AND LIABILITIES	400

- 1 Accounting policies
- 2 Events after the balance sheet date
- 5 Contractual obligations and contingencies, etc.
- 6 Related parties

Financial statements for the period 26 June - 31 December 2019

Statement of changes in equity

DKK'000	<u>Share capital</u>	<u>Retained earnings</u>	<u>Dividend proposed for the year</u>	<u>Total</u>
Cash payments concerning formation of enterprise	50	250	0	300
Transfer through appropriation of profit	0	-150	184	34
Equity at 31 December 2019	50	100	184	334

The share capital consists of shares of DKK 1 each.

Financial statements for the period 26 June - 31 December 2019

Notes to the financial statements

1 Accounting policies

The annual report of FE II GP ApS for 2019 (the period 26 June - 31 December 2019) has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

Reporting currency

The financial statements are presented in Danish kroner (DKK'000).

Foreign currency translation

Transactions denominated in foreign currencies are translated into DKK at the exchange rate at the date of the transaction.

Receivables, payables and other monetary items denominated in foreign currencies are translated into DKK at the exchange rate at the balance sheet date. Realised and unrealised exchange gains and losses are recognised in the income statement as financial income/expenses.

Income statement

Revenue

Revenue comprise general partner fee.

Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence, as well as other social security contributions, etc. The item is net of refunds from public authorities.

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost. Write-down is recognised for bad debt losses based on an individual assessment of receivables.

The Company has chosen IAS 39 as interpretation for impairment of financial receivables.

Financial statements for the period 26 June - 31 December 2019

Notes to the financial statements

1 Accounting policies (continued)

Equity

Proposed dividends

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the expected value of their utilisation; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

Other payables

Other payables are measured at net realisable value.

2 Events after the balance sheet date

The outcome and potential impact on the limited partnership's investments due to the corona virus (COVID-19) outbreak in 2020 are uncertain as of the date of the approval of the annual report. The investment manager follows the situation closely. The Company expects positive operating results for 2020 at the level for 2019.

No other events have occurred after the balance sheet date that may have a significant influence on the assessment of the annual report.

3 Staff costs

Wages/salaries	137
	<hr/>
	137
	<hr/> <hr/>

4 Tax for the year

Estimated tax charge for the year	10
	<hr/>
	10
	<hr/> <hr/>

5 Contractual obligations and contingencies, etc.

Other contingent liabilities

As general partner of Frontier Energy II Alpha K/S, Frontier Energy II Beta K/S and FE II CIV K/S, the Company has unlimited liability for all liabilities of the limited partnerships, which in total amounted to DKK 3,454 thousand at 31 December 2019 according to the financial statements for 2019.

Financial statements for the period 26 June - 31 December 2019

Notes to the financial statements

6 Related parties

Related party transactions

Ownership

The following shareholders are registered in the Company's register of shareholders as holding minimum 5% of the share capital:

<u>Name</u>	<u>Domicile</u>
Frontier Energy Erhvervsdrivende Fond	Copenhagen, Denmark