

Better Energy Ærø Estate A/S

Gammel Kongevej 60, 14th floor

1850 Frederiksberg C

Business Registration No. 40769935

Annual Report 2020

The annual report was presented and
adopted at the Annual General Meeting
on 7 June 2021



Ho Kei Au
Chair of the Annual General Meeting

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Better Energy Ærø Estate A/S

Company information

Company	Better Energy Ærø Estate A/S Gammel Kongevej 60, 14th floor 1850 Frederiksberg C Business Registration No.: 40769935 Date of formation: 4 September 2019
Board of Directors	Mark Augustenborg Ødum Ho Kei Au Rasmus Lildholdt Kjær
Executive Board	Anders Knokgaard Nielsen, Director

Management's statement

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

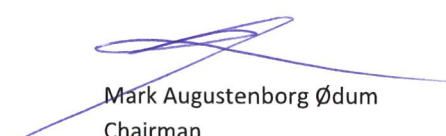
Frederiksberg, 7 June 2021

Executive Board




Anders Knokgaard Nielsen
Director

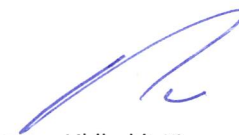
Board of Directors



Mark Augustenborg Ødum
Chairman



Ho Kei Au
Board member



Rasmus Lildholdt Kjær
Board member

Management's review

The company's principal activities

The purpose of Better Energy Ærø Estate A/S is directly or indirectly to acquire, own and operate solar power plants and related activities.

Development in activities and financial matters

Better Energy Ærø Estate A/S's income statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK -753 and the balance sheet at 31 December 2020 a balance sheet total of DKK 401.830 and an equity of DKK 399.330.

The company was transformed into a public limited company by resolution adopted 17 December 2020. The registration was completed 21 December 2020. In connection with this, the share capital was increased to DKK 400.000 and the name was changed from Better Energy Ærø Estate ApS to Better Energy Ærø Estate A/S.

Income statement

	Note	2020 DKK	2019 DKK
Gross profit		-2.500	0
Operating profit		-2.500	0
Financial income	1	1.583	171
Financial expenses	2	-78	-65
Profit from ordinary activities before tax		-995	106
Tax on profit for the year	3	242	-23
Profit		-753	83
Proposed distribution of results			
Retained earnings		-753	83
Distribution of profit		-753	83

Better Energy Ærø Estate A/S

Balance sheet as of 31 December

	Note	2020 DKK	2019 DKK
Assets			
Receivables from group enterprises		40.754	39.171
Joint taxation receivables		219	0
Receivables		<u>40.973</u>	<u>39.171</u>
Cash		<u>360.857</u>	<u>935</u>
Current assets		<u>401.830</u>	<u>40.106</u>
Assets		<u>401.830</u>	<u>40.106</u>

Balance sheet as of 31 December

	Note	2020 DKK	2019 DKK
Equity and liabilities			
Contributed capital		400.000	40.000
Retained earnings		-670	83
Equity		399.330	40.083
Trade payables		2.500	0
Joint taxation payables		0	23
Short-term liabilities other than provisions		2.500	23
Liabilities other than provisions		2.500	23
Equity and liabilities		401.830	40.106
Significant events occurring after end of reporting period	4		
Contingent liabilities	5		
Group relations	6		

Statement of changes in equity

	Contributed capital	Retained earnings	Total
Equity 1 January 2020	40.000	83	40.083
increase of Capital	360.000	0	360.000
Profit/loss for the year	<u>0</u>	<u>-753</u>	<u>-753</u>
Equity 31 December 2020	<u>400.000</u>	<u>-670</u>	<u>399.330</u>

The company was established 4 September 2019 with a cappital of DKK 40.000.
17 December 2020 the capital was increased by DKK 360.000.

Notes

	2020	2019
1. Financial income		
Financial income from group enterprises	1.583	171
	<u>1.583</u>	<u>171</u>
2. Financial expenses		
Other financial expenses	78	65
	<u>78</u>	<u>65</u>
3. Tax on profit for the year		
Current tax for the year	-242	23
	<u>-242</u>	<u>23</u>

4. 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 annual report.

5. 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.

6. Group relations

Name and registered office of the parent company preparing consolidated statements for the smallest group: Better Energy Holding A/S, Business Registration No. 36950676, Frederiksberg.

Accounting policies

Reporting class

The annual report of Better Energy Ærø 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.

The accounting policies applied remain unchanged from last 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.

Other external expenses

Other external expenses include expenses for administration.

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,

Accounting policies

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

Receivables

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

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

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

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