

Solar Park Svinningegården ApS

Gyngemose Parkvej 50, 2860 Søborg

CVR no. 41 77 26 46

Annual report 2020/21

(As of the establishment of the Company 15 October 2020 - 31 December 2021)

Approved at the Company's annual general meeting on 9 June 2022

Chair of the meeting:


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Niklas Will

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Statement by the Executive Board

Today, the Executive Board has discussed and approved the annual report of Solar Park Svinningegården ApS for the financial year as of the establishment of the Company 15 October 2020 - 31 December 2021.

The annual report, which has not been audited, has been prepared in accordance with the provisions of the Danish Financial Statements Act. The Executive Board has considered the criteria for omission of audit to be met.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year as of the establishment of the Company 15 October 2020 - 31 December 2021.


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.

Soeborg, 9 June 2022
Executive Board:



Georg Johannes Kopp



Niklas Will

Independent auditor's report on the compilation of financial statements

To the general management of Solar Park Svinningegården ApS

We have compiled the financial statements of Solar Park Svinningegården ApS for the financial year as of the establishment of the Company 15 October 2020 - 31 December 2021 based on the Company's bookkeeping and other information provided.

The financial statements comprise an income statement, balance sheet, statement of changes in equity and notes, including accounting policies.


We performed this compilation engagement in accordance with ISRS 4410 *Compilation Engagements*.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements in the Danish Auditors Act and International Ethics Standards Board for Professional Accountants' International Code of Ethics for Professional Accountants (IESBA Code), including principles of integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile the financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether the financial statements are prepared in accordance with the Danish Financial Statements Act.

Aarhus, 9 June 2022
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28



Peter U. Faurschou
State Authorised Public Accountant
mne34502

Management's review

Company details

Name	Solar Park Svinningegården ApS
Address, Postal code, City	Gyngemose Parkvej 50, 2860 Søborg
CVR no.	41 77 26 46
Established	15 October 2020
Registered office	Gladsaxe
Financial year	15 October 2020 - 31 December 2021
Executive Board	Georg Johannes Kopp Niklas Will
Accountant	EY Godkendt Revisionspartnerselskab Værkmestergade 25, P.O. Box 330, 8100 Aarhus C, Denmark

Management commentary

Business review

The entity's purpose is to operate a solar installation and sell the produced electricity

Financial review

The income statement for 2020/21 shows a loss of DKK 713 thousand, and the balance sheet at 31 December 2021 shows a negative equity of DKK 668 thousand.

Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

Financial statements for the period 15 October 2020 - 31 December 2021

Income statement

Note	DKK	2020/21 15 months
	Gross profit	57,679
	Amortisation/depreciation of property, plant and equipment	-309,125
	Profit/loss before net financials	-251,446
3	Financial expenses	-660,687
	Profit/loss before tax	-912,133
4	Tax for the year	199,186
	Profit/loss for the year	-712,947
	 Recommended appropriation of profit/loss	
	Retained earnings/accumulated loss	-712,947
		-712,947

Financial statements for the period 15 October 2020 - 31 December 2021

Balance sheet

Note	DKK	<u>2020/21</u>
	ASSETS	
	Fixed assets	
5	Property, plant and equipment	
	Plant and machinery	112,675,741
		<u>112,675,741</u>
	Investments	
	Other receivables	1,700,000
		<u>1,700,000</u>
	Total fixed assets	<u>114,375,741</u>
	Non-fixed assets	
	Receivables	
	Trade receivables	279,147
	Corporation tax receivable	399,686
	Other receivables	1,503,092
	Prepayments	127,754
		<u>2,309,679</u>
	Cash	5,586
	Total non-fixed assets	<u>2,315,265</u>
	TOTAL ASSETS	<u><u>116,691,006</u></u>

Financial statements for the period 15 October 2020 - 31 December 2021

Balance sheet

Note	DKK	<u>2020/21</u>
	EQUITY AND LIABILITIES	
	Equity	
	Share capital	45,000
	Retained earnings	-712,947
	Total equity	<u>-667,947</u>
	Provisions	
	Deferred tax	200,500
	Other provisions	1,737,000
	Total provisions	<u>1,937,500</u>
	Liabilities other than provisions	
6	Non-current liabilities other than provisions	
	Payables to group entities	108,111,729
		<u>108,111,729</u>
	Current liabilities other than provisions	
	Trade payables	7,309,724
		<u>7,309,724</u>
	Total liabilities other than provisions	<u>115,421,453</u>
	TOTAL EQUITY AND LIABILITIES	<u><u>116,691,006</u></u>

- 1 Accounting policies
- 2 Staff costs
- 7 Contractual obligations and contingencies, etc.
- 8 Collateral

Financial statements for the period 15 October 2020 - 31 December 2021

Statement of changes in equity

DKK	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Cash payments concerning formation of enterprise	45,000	0	45,000
Transfer through appropriation of loss	0	-712,947	-712,947
Equity at 31 December 2021	<u>45,000</u>	<u>-712,947</u>	<u>-667,947</u>

Financial statements for the period 15 October 2020 - 31 December 2021

Notes to the financial statements

1 Accounting policies

The annual report of Solar Park Svinningegården ApS for 2020/21 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).

Income statement

Revenue

The Company has chosen IAS 11/IAS 18 as interpretation for revenue recognition.

Income from the sale of electricity, is recognised in revenue when the most significant rewards and risks have been transferred to the buyer and provided the income can be measured reliably and payment is expected to be received.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

Gross profit

The items revenue, cost of sales and external expenses have been aggregated into one item in the income statement called gross profit in accordance with section 32 of the Danish Financial Statements Act.

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.

Depreciation

The item comprises depreciation of property, plant and equipment.

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight line basis over the expected useful life. The expected useful lives of the assets are as follows:

Plant and machinery	30 years
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Depreciation is based on the residual value of the asset and is reduced by impairment losses, if any. The depreciation period and the residual value are determined at the acquisition date and are reassessed annually. Where the residual value exceeds the carrying amount of the asset, no further depreciation charges are recognised.

In the case of changes in the depreciation period or the residual value, the effect on the depreciation charges is recognised prospectively as a change in accounting estimates.

Financial expenses

Financial expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

Financial statements for the period 15 October 2020 - 31 December 2021

Notes to the financial statements

1 Accounting policies (continued)

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.

The entity is jointly taxed with other group entities. The total Danish income tax charge is allocated between profit/loss-making Danish entities in proportion to their taxable income (full absorption).

Jointly taxed entities entitled to a tax refund are reimbursed by the management company based on the rates applicable to interest allowances, and jointly taxed entities which have paid too little tax pay a surcharge according to the rates applicable to interest surcharges to the management company.

Balance sheet

Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

Impairment of fixed assets

The carrying amount of intangible assets, property, plant and equipment and investments in subsidiaries and associates is assessed for impairment on an annual basis.

Impairment tests are conducted on assets or groups of assets when there is evidence of impairment. The carrying amount of impaired assets is reduced to the higher of the net selling price and the value in use (recoverable amount).

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Previously recognised impairment losses are reversed when the reason for recognition no longer exists. Impairment losses on goodwill are not reversed.

Receivables

Receivables are measured at amortised cost.

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

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

Financial statements for the period 15 October 2020 - 31 December 2021

Notes to the financial statements

1 Accounting policies (continued)

Prepayments

Prepayments recognised under "Assets" comprise prepaid expenses regarding subsequent financial reporting years.

Cash

Cash comprise cash and short term securities which are readily convertible into cash and subject only to minor risks of changes in value.

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 according to the liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. 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.

Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

2 Staff costs

The Company has no employees.

	2020/21 15 months
DKK	
3 Financial expenses	
Interest expenses, group entities	645,575
Other financial expenses	15,112
	<u>660,687</u>

Financial statements for the period 15 October 2020 - 31 December 2021

Notes to the financial statements

	2020/21 15 months
DKK	
4 Tax for the year	
Estimated tax charge for the year	-199,186
	<u>-199,186</u>
5 Property, plant and equipment	
DKK	Plant and machinery
Additions	<u>112,984,866</u>
Cost at 31 December 2021	<u>112,984,866</u>
Depreciation	<u>309,125</u>
Impairment losses and depreciation at 31 December 2021	<u>309,125</u>
Carrying amount at 31 December 2021	<u><u>112,675,741</u></u>

Note 8 provides more details on security for loans, etc. as regards property, plant and equipment.

6 Non-current liabilities other than provisions

Of the long-term liabilities, DKK 118.112 thousand falls due for payment after more than 5 years after the balance sheet date.

7 Contractual obligations and contingencies, etc.

The Company is jointly taxed with its parent, Encavis Solar Denmark ApS, and is jointly and severally liable with other jointly taxed group entities for payment of income taxes for the income year 2021 onwards as well as withholding taxes on interest, royalties and dividends falling due for payment on or after 23 december 2021.

8 Collateral

The Company has not provided any security or other collateral in assets at 31 December 2021.