

# **Powertis Denmark ApS**

**Walgerholm 7, 3500 Værløse**

**Company reg. no. 42 39 29 01**

## **Annual report**

**1 January - 31 December 2022**

The annual report was submitted and approved by the general meeting on the 29 June 2023.

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**Carlos García Mena**  
Chairman of the meeting

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Notes to users of the English version of this document:

- This document is a translation of a Danish version of the document. In the event of any dispute regarding the interpretation of any part of the document, the Danish version of the document shall prevail.
- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points remain unchanged from Danish version of the document. This means that DKK 146.940 corresponds to the English amount of DKK 146,940, and that 23,5 % corresponds to 23.5 %.

## **Management's statement**

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Today, the managing director has presented the annual report of Powertis Denmark ApS for the financial year 1 January - 31 December 2022.

The annual report has been presented in accordance with the Danish Financial Statements Act.

I consider the accounting policies appropriate and, in my opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 31 December 2022 and of the company's results of activities in the financial year 1 January – 31 December 2022.

The managing director consider the conditions for audit exemption of the 2022 financial statements to be met.

I am of the opinion that the management commentary presents a fair account of the issues dealt with.

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

Furesø, 29 June 2023

**Managing Director**

Carlos García Mena

## **Practitioner's compilation report**

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### **To the Shareholders of Powertis Denmark ApS**

We have compiled the financial statements of Powertis Denmark ApS for the financial year 1 January - 31 December 2022 based on the company's bookkeeping and on information you have provided.

These financial statements comprise income statement, balance sheet, statement of changes in equity, notes and a summary of significant accounting policies.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

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

These financial statements and the accuracy and completeness of the information used to compile them 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 these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 29 June 2023

### **BUUS JENSEN**

State Authorised Public Accountants  
Company reg. no. 16 11 90 40

**Michael Markussen**

State Authorised Public Accountant  
mne34295

## Company information

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<b>The company</b>	Powertis Denmark ApS Walgerholm 7 3500 Værløse
	Company reg. no. 42 39 29 01 Established: 17 May 2021 Domicile: Furesø Financial year: 1 January - 31 December
<b>Managing Director</b>	Carlos García Mena
<b>Auditors</b>	BUUS JENSEN, Statsautoriserede revisorer
<b>Parent company</b>	Powertis S.A.U

## **Management's review**

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### **Description of key activities of the company**

The company's principal activity is to plan, develop, construct, and operate solar photovoltaic plants in Denmark.

The company is part of the Powertis Group; a large-scale PV solar developer focused on Europe and Latin America. The Powertis Group is part of the Soltec Group (Soltec Power Holdings, S.A.), listed on the Spanish Stock Exchange.

### **Uncertainties about recognition or measurement**

Management refers to note 2 in the financial statements, in which the management describes the uncertainties concerning the recognition and measurement of receivables from group enterprises with a carrying amount of 5.545 T.DKK.

### **Development in activities and financial matters**

The income or loss after tax totals DKK 16.515 against DKK -9.519 last year. Management considers the net profit for the year as expected.

Management refers to note 1 in the financial statements, in which the management describes the company's financial situation.

## Income statement

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All amounts in DKK.

<u>Note</u>	<u>1/1 - 31/12 2022</u>	<u>17/5 - 31/12 2021</u>
<b>Gross profit</b>	<b>278.768</b>	<b>-10.158</b>
3 Other financial expenses	-255.300	-2.046
<b>Pre-tax net profit or loss</b>	<b>23.468</b>	<b>-12.204</b>
4 Tax on net profit or loss for the year	-6.953	2.685
<b>Net profit or loss for the year</b>	<b>16.515</b>	<b>-9.519</b>
<b>Proposed distribution of net profit:</b>		
Transferred to retained earnings	16.515	0
Allocated from retained earnings	0	-9.519
<b>Total allocations and transfers</b>	<b>16.515</b>	<b>-9.519</b>

## Balance sheet at 31 December

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All amounts in DKK.

<b>Assets</b>			
<u>Note</u>		<u>2022</u>	<u>2021</u>
<b>Current assets</b>			
5	Receivables from group enterprises	5.545.323	2.093.401
	Deferred tax assets	0	2.685
	Other receivables	19.195	0
	Total receivables	<u>5.564.518</u>	<u>2.096.086</u>
	Cash and cash equivalents	<u>1.011</u>	<u>29.493</u>
	<b>Total current assets</b>	<u><b>5.565.529</b></u>	<u><b>2.125.579</b></u>
	<b>Total assets</b>	<u><b>5.565.529</b></u>	<u><b>2.125.579</b></u>



## Balance sheet at 31 December

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All amounts in DKK.

<u>Note</u>	<u>2022</u>	<u>2021</u>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Contributed capital	40.000	40.000
Retained earnings	6.996	-9.519
<b>Total equity</b>	<b><u>46.996</u></b>	<b><u>30.481</u></b>
 <b>Liabilities other than provisions</b>		
Trade payables	255.428	530.833
6 Payables to group enterprises	5.258.837	1.332.349
Income tax payable	4.268	0
Other payables	0	231.916
Total short term liabilities other than provisions	<u>5.518.533</u>	<u>2.095.098</u>
<b>Total liabilities other than provisions</b>	<b><u>5.518.533</u></b>	<b><u>2.095.098</u></b>
 <b>Total equity and liabilities</b>	 <b><u>5.565.529</u></b>	 <b><u>2.125.579</u></b>

- 1 Uncertainties relating to going concern
- 2 Uncertainties concerning recognition and measurement
- 7 Contingencies

## Statement of changes in equity

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All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 17 May 2021	40.000	0	40.000
Retained earnings for the year	0	-9.519	-9.519
Equity 1 January 2022	40.000	-9.519	30.481
Retained earnings for the year	0	16.515	16.515
	<b>40.000</b>	<b>6.996</b>	<b>46.996</b>

## Notes

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All amounts in DKK.

	1/1 - 31/12 2022	17/5 - 31/12 2021
<b>1. Uncertainties relating to going concern</b>		
The company provides services for to the Danish group enterprises under the brand Luminora Solar. As stated in the financial statements for these companies, they are still not cash-positive in 2023 when the financial statements are issued. In 2023, the Luminora Solar entities plan to continue working on developing projects. To ensure the necessary liquidity to finance the planned activities for 2023, the enterprises and Powertis Denmark ApS will be financially supported by its shareholder.		
<b>2. Uncertainties concerning recognition and measurement</b>		
The Company has recognized receivables from Danish group enterprises (Luminora Solar entities) with a carrying amount of 5.545 T.DKK. As stated in the financial statements for these companies, they are still not cash-positive in 2023 when the financial statements are issued. In 2023, the Luminora Solar entities plan to continue working on developing projects. To ensure the necessary liquidity to finance the planned activities for 2023, the enterprises will be financially supported by its shareholder. It is a material condition for recognition of the receivables from group enterprises that the planned development activities can be realized. The estimates and judgments made are based on budgets and business plans for the coming years, but that, by nature, are associated with uncertainty and unpredictability and may therefore prove incomplete or incorrect.		
<b>3. Other financial expenses</b>		
Financial costs, group enterprises	148.293	1.866
Other financial costs	107.007	180
	<u>255.300</u>	<u>2.046</u>
<b>4. Tax on net profit or loss for the year</b>		
Tax on net profit or loss for the year	4.268	0
Adjustment of deferred tax for the year	2.685	-2.685
	<u>6.953</u>	<u>-2.685</u>
<b>5. Receivables from group enterprises</b>		
The company has granted a loans to group enterprises (Luminora Solar entities) under the name Luminora Solar. The loans does not have an established maturity date or required payments.		

## Notes

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All amounts in DKK.

31/12 2022      31/12 2021

**6. Payables to group enterprises**

The company has received loans from group enterprises. The loans does not have an established maturity date or required payments.

**7. Contingencies**

**Joint taxation**

The company acts as administration company for the group of companies subject to the Danish scheme of joint taxation and is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, to pay the total corporation tax.

TheThe company is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for any obligations to withhold tax on interest, royalties, and dividends.

The liability relating to obligations in connection with withholding tax on dividends, interest, and royalties represents an estimated maximum of DKK 0.

Any subsequent adjustments of corporate taxes or withholding taxes, etc., may result in changes in the company's liabilities.

## **Accounting policies**

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The annual report for Powertis Denmark ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

### **Recognition and measurement in general**

Income is recognised in the income statement concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs are recognised in the income statement, including depreciations amortisations, writedowns for impairment, provisions, and reversals due to changes in estimated amounts previously recognised in the income statement.

Assets are recognised in the statement of financial position when it seems probable that future economic benefits will flow to the company and the value of the asset can be reliably measured.

Liabilities are recognised in the statement of financial position when it is seems probable that future economic benefits will flow out of the company and the value of the liability can be reliably measured.

Assets and liabilities are measured at cost at the initial recognition. Hereafter, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost, allowing a constant effective interest rate to be recognised during the useful life of the asset or liability. Amortised cost is recognised as the original cost less any payments, plus/less accrued amortisations of the difference between cost and nominal amount. In this way, capital losses and gains are allocated over the useful life of the liability.

Upon recognition and measurement, allowances are made for such predictable losses and risks which may arise prior to the presentation of the annual report and concern matters that exist on the reporting date.

### **Income statement**

#### **Gross profit**

Gross profit comprises the revenue, cost of sales and other external costs.

The enterprise will be applying IAS 11 and IAS 18 as its basis of interpretation for the recognition of revenue.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Revenue is measured at the fair value of the consideration promised exclusive of VAT and taxes and less any discounts relating directly to sales.

## **Accounting policies**

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Cost of sales comprises costs concerning purchase of raw materials and consumables less discounts and changes in inventories.

Other external costs comprise costs incurred for development, sales and administration.

### **Financial income and expenses**

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

### **Tax on net profit or loss for the year**

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

The company is subject to Danish rules on compulsory joint taxation of Danish group enterprises. The company acts as an administration company in relation to the joint taxation. This means that the total Danish tax payable by the Danish consolidated companies is paid to the tax authorities by the company.

The current Danish income tax is allocated among the jointly taxed companies proportional to their respective taxable income (full allocation with reimbursement of tax losses).

## **Statement of financial position**

### **Receivables**

Receivables are measured at amortised cost, which usually corresponds to nominal value.

In order to meet expected losses, impairment takes place at the net realisable value. The company has chosen to use IAS 39 as a basis for interpretation when recognising impairment of financial assets, which means that impairments must be made to offset losses where an objective indication is deemed to have occurred that an account receivable or a portfolio of accounts receivable is impaired. If an objective indication shows that an individual account receivable has been impaired, an impairment takes place at individual level.

Accounts receivable for which there is no objective indication of impairment at the individual level are evaluated at portfolio level for objective indication of impairment. The portfolios are primarily based on the debtors' domicile and credit rating in accordance with the company's and the group's credit risk management policy. Determination of the objective indicators applied for portfolios are based on experience with historical losses.

## **Accounting policies**

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

### **Cash on hand and demand deposits**

Cash on hand and demand deposits comprise cash at bank and on hand.

### **Income tax and deferred tax**

As administration company, Powertis Denmark ApS is liable to the tax authorities for the subsidiaries' corporate income taxes.

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

The company is jointly taxed with consolidated Danish companies. The current corporate income tax is distributed between the jointly taxed companies in proportion to their taxable income and with full distribution with reimbursement as to tax losses. The jointly taxed companies are comprised by the Danish tax prepayment scheme.

Deferred tax is measured on the basis of temporary differences in assets and liabilities with a focus on the statement of financial position. Deferred tax is measured at net realisable value.

Adjustments take place in relation to deferred tax concerning elimination of unrealised intercompany gains and losses.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation prevailing in the respective countries on the reporting date when the deferred tax is expected to be released as current tax. Changes in deferred tax due to changed tax rates are recognised in the income statement, except for items included directly in the equity.

Deferred tax assets, including the tax value of tax losses allowed for carryforward, are recognised at the value at which they are expected to be realisable, either by settlement against tax of future earnings or by set-off in deferred tax liabilities within the same legal tax unit. Any deferred net tax assets are measured at net realisable value.

### **Liabilities other than provisions**

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.