

Mermaid Solar Net K/ S

c/o Momentum Gruppen A/S, Københavnsvej 81, 4000 Roskilde

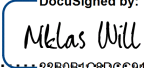
CVR no. 43 96 51 74

Annual report 2023

(As of the establishment of the Company 31 March - 31 December 2023)

Approved at the Company's meeting of the Board of Directors on 28 June 2024

Chair of the meeting:

DocuSigned by:

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Niklas Will

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Statement by the Board of Directors and the Executive Board

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of Mermaid Solar Net K/S for the financial year as of the establishment of the Company 31 March - 31 December 2023.

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

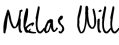
In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year as of the establishment of the Company 31 March - 31 December 2023.


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.

Roskilde, 28 June 2024
Executive Board:

Board of Directors:

DocuSigned by:

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Niklas Will

DocuSigned by:

F4F7CB4E5E5A46D
Justus Merzenich

Independent auditor's report on the compilation of financial statements

To the general management of Mermaid Solar Net K/S

We have compiled the financial statements of Mermaid Solar Net K/S for the financial year as of the establishment of the Company 31 March - 31 December 2023 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, 28 June 2024
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Peter U. Faurschou
State Authorised Public Accountant
mne34502

Management's review

Company details

Name	Mermaid Solar Net K/S
Address, Postal code, City	c/o Momentum Gruppen A/S, Københavnsvej 81, 4000 Roskilde
CVR no.	43 96 51 74
Established	31 March 2023
Registered office	Roskilde
Financial year	31 March - 31 December 2023
Board of Directors	Niklas Will Justus Merzenich
Accountant	EY Godkendt Revisionspartnerselskab Værkmestergade 25, P.O. Box 330, 8100 Aarhus C, Denmark

Management commentary

Business review

The company's purpose is to manage the grid connection of other project SPVs under the same Holding (Mermaid Solar Holding ApS).

Financial review

The income statement for 2023 shows a loss of DKK 18 thousand, and the balance sheet at 31 December 2023 shows a negative equity of DKK 18 thousand.

The result for the year is in line with managements expectations as the Company is still in the startup phase.

Going concern

The ultimate parent company Encavis AG is expected to provide the Company with the capital required for the continued operations in the coming financial year 2024. The financial statements have thus been prepared on a going concern basis.

The Company's Management expects to reestablish the equity through profit from the Company's activities in the coming years.

Reference is made to note 2 for more details.

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 31 March - 31 December 2023**Income statement**

Note	DKK	2023 9 months
	Gross profit/ loss	<u>-18,424</u>
	Financial income	69
	Financial expenses	<u>-5</u>
	Profit/ loss for the year	<u><u>-18,360</u></u>
	 Recommended appropriation of profit/ loss	
	Retained earnings/ accumulated loss	<u>-18,360</u>
		<u><u>-18,360</u></u>

Financial statements for the period 31 March - 31 December 2023**Balance sheet**

Note	DKK	<u>2023</u>
	ASSETS	
	Non-fixed assets	
	Receivables	
	Contributed capital in arrears and premium	100
		<u>100</u>
	Cash	11,230
	Total non-fixed assets	<u>11,330</u>
	TOTAL ASSETS	<u><u>11,330</u></u>
	EQUITY AND LIABILITIES	
	Equity	
	Share capital	100
	Unpaid contributed capital	100
	Retained earnings	-18,460
	Total equity	<u>-18,260</u>
	Liabilities other than provisions	
	Current liabilities other than provisions	
	Trade payables	17,137
	Payables to group entities	12,453
		<u>29,590</u>
	Total liabilities other than provisions	<u>29,590</u>
	TOTAL EQUITY AND LIABILITIES	<u><u>11,330</u></u>

- 1 Accounting policies
- 2 Capital ratio
- 3 Staff costs
- 4 Security and collateral
- 5 Related parties

Financial statements for the period 31 March - 31 December 2023**Statement of changes in equity**

DKK	<u>Share capital</u>	<u>Unpaid contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Cash payments concerning formation of enterprise	100	100	-100	100
Transfer through appropriation of loss	0	0	-18,360	-18,360
Equity at 31 December 2023	100	100	-18,460	-18,260

The Company's ordinary share capital is 100 shares of DKK 1.00 nominal value each. The amount is not paid.

Financial statements for the period 31 March - 31 December 2023

Notes to the financial statements

1 Accounting policies

The annual report of Mermaid Solar Net K/S for 2023 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.

As the financial year 31.03.2023 - 31.12.2023 is the Company's first financial year, the Financial Statements with associated notes have been prepared without comparative figures from the previous year.

Reporting currency

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

Income statement

Gross profit/ loss

The item external expenses have been aggregated into one item in the income statement called gross profit/loss 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 administration, premises, payments under operating leases, etc.

Financial income and expenses

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

Tax

The Company is not an independent taxable entity, and therefore, no tax and deferred tax have been recognised in the Company's operations in the financial statements. The profit for the year is recognised in the statement of taxable income of the shareholders in accordance with the general rules of Danish tax legislation.

Balance sheet

Receivables

The Company has chosen IAS 39 as interpretation for impairment write-down of financial receivables. Receivables are measured at amortised cost.

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.

Financial statements for the period 31 March - 31 December 2023**Notes to the financial statements****1 Accounting policies (continued)**

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.

Cash

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

Liabilities

The Company has chosen IAS 39 as interpretation for 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.

Other liabilities are measured at net realisable value.

2 Capital ratio

The ultimate parent company Encavis AG is expected to provide the Company with the capital required for the continued operations in the coming financial year 2024. The financial statements have thus been prepared on a going concern basis.

The Company's Management expects to reestablish the equity through profit from the Company's activities in the coming years.

3 Staff costs

The Company has no employees.

4 Security and collateral

The Company has not provided any security or other collateral in assets at 31 December 2023.

5 Related parties**Information about consolidated financial statements**

<u>Parent</u>	<u>Domicile</u>	<u>Requisitioning of the parent company's consolidated financial statements</u>
Encavis AG	Hamburg, Germany	www.encavis.com

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“Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument.”

Peter Ulrik Faurschou

EY Godkendt Revisionspartnerselskab CVR: 30700228

Statsaut. revisor

På vegne af: EY Godkendt Revisionspartnerselskab

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