



## **PKA Direct II K/S**

Annual Report 2024

Approved at the company's general meeting, 26 June 2025

**Secretary**

---

Morten Olsen

## Contents

Fund Information	2
Management review	3
Management's statement	7
Independent Auditor's Report	8
Income statement	10
Balance sheet	11
Statement of Changes in Equity	13
Cash flow statement	14
Notes	15
Supplementary Report	22

## **Fund Information**

### **Fund**

PKA Direct II K/S  
Secondary name PKA AIP II K/S  
Klareboderne 1  
1115 Copenhagen  
CVR-nr.: 41 31 54 31  
Founded: 01.04.2020  
Accounting period: 1 January - 31 December  
Registered in: Copenhagen

### **General Partner**

PKA Direct GP ApS

### **Executive Board of General Partner**

Jannick Prehn Brøndum  
Mikkel Barth-Højgaard

### **Auditors**

PricewaterhouseCoopers  
Statsautoriseret Revisionspartnerselskab  
Strandvejen 44  
2900 Hellerup

## Management review

### Key figures for the Group

All amounts in thousands GBP	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020*</b>
Gross gain/loss	-4,799	- 2,688	- 418	-6,673	23,444
Financial income & expenses	38,553	26,863	19,056	29,735	9,462
Net result	61,469	24,247	- 76,948	- 2,339	39,507
Total Assets	278,085	317,198	300,475	428,317	824,094
Equity	277,108	316,411	299,633	426,237	821,321
Equity ratio	99.65%	99.75%	99.72%	99.51%	99.66%
Return on equity	20.71%	7.87%	-21.20%	-0.37%	4.81%

\* 2020 is the first fiscal year for company and includes 9 months.

### Primary activities

The principal activities of the Company in the period under review were to own shares of:

- PKA TeesRep Holding ApS (100%)
  - PKA TeesRep Holding (UK) limited (100%)
    - Chaptre Holdings limited (50%)
- PKA Walney Extension Holding ApS (100%)
  - PKA WLWF Holding (UK) limited (100%)
    - Anno 2017 Joint Holding (UK) limited (50%)

### Development in activities and finances

The Company's Income Statement of the Financial year 1 January - 31 December 2024 shows a profit of GBP - 61,469k which is above the management's expectations. This is mainly due to a successful part sale of an investment. For 2025 the management expects a positive result between GBP 15 - 25m depending on macro-economic circumstances e.g. power prices, inflation and interest levels.

### Uncertainty in recognition and measurement

It is assessed that there is no significant uncertainty in the recognition and measurement of financial figures.

### Principal risks and uncertainties

Management does not see any special risks to the company in connection with the ownership of the shares in PKA TeesRep Holding (UK) limited or PKA WLWF Holding (UK) limited projects in addition to the commonly occurring risks within the companies' industry.

Management sees no special risk of affecting the external environment in connection with the ownership of the shares in the above companies and their projects.

### **Subsequent Events**

No subsequent events have occurred after the balance sheet date that required adjustment to or disclosure in the financial statements.

### **Business model**

Reference is made to the description included under the Management Review.

### **Corporate social responsibility/ESG**

The company is managed by the fund manager AIP Management P/S. All matters related to Corporate Social Responsibility/ESG are governed by the policies of the fund manager. Please download the ESG report for further information about how AIP Management works with ESG across the investment portfolio. The report is available on the AIP Management website, [www.aipmanagement.dk/sustainability-reports](http://www.aipmanagement.dk/sustainability-reports).

### **Policies governing environment and climate, social matters and staff-related matters, human rights and anti-corruption**

The Limited Partnership is subject to several policies covering environment and climate, social matters and staff-related matters, human rights, and anti-corruption. The Responsible Investment Policy and the ESG policy define the principles, while the underlying procedures support the implementation.

Environmental, social and governance considerations are important for investment decision-making, both in terms of understanding and managing risks, and identifying opportunities for enhancement. We believe that a strong focus on responsible investing and ESG will create long-term value for our investors.

Consequently, we have integrated a range of ESG principles and valuations throughout all stages of our investment process; from initial screening and investment analysis, during due diligence, negotiation and closing of transaction, and thereafter in the asset management phase.

Below we have described the principles and our results for 2024 in more detail. In 2025, the Limited Partnership expects to continue to focus on its efforts within environment and climate, social and staff-related matters, human rights, and anti-corruption.

### **Environment and climate**

The Limited Partnership maintains a responsible approach to environmental and climate issues, with a climate-friendly investment policy and a requirement to adopt good industry environmental practices.

The principal risks to the Limited Partnership's activities relate to potential climate changes affecting wind and sun patterns.

Investments in renewable energy projects have significant climate benefits in terms of emissions avoided (see later SFDR section of this report).

The Limited Partnership adheres to the following environmental principles:

- Continue to invest in renewable energy
- Minimize environmental consequences related to construction and operation of infrastructure assets
- Minimize carbon footprint of investments
- Minimize carbon footprint of own operations
- Exclude investments in coal, oil and tar sands

In 2024 the Limited Partnership has maintained its positive contribution within Environmental and Climate impact.

### **Social matters and staff-related matters**

For social matters and staff-related matters, the Limited Partnership promotes that the fundamental employees' rights shall be acknowledged and observed by the investment project.

The principal risks to the Limited Partnership's activities relate to non-adherence to its labor and health and safety standards. In addition to contractual standards, the Limited Partnership monitors performance on an ongoing basis and receives monthly reports about the status of Limited Partnership investments.

In 2024, the Limited Partnership has contributed to a safe and healthy work environment.

### **Human rights**

In respect of human rights, the Limited Partnership promotes human rights principles and adopts a zero-tolerance approach to infringement of such rights.

The principal risks to the Limited Partnership's activities relates to potential non-adherence to its labour standards in the investments.

The Limited Partnership follows local regulations and expects investment to comply with international commitments related to human rights. The Limited Partnership is not aware of any breaches of human rights.

In 2024, the Limited Partnership is not aware of any breaches of human rights.

### **Anti-corruption**

The Limited Partnership has a zero-tolerance policy when it comes to corruption and bribery. No corruption and/or bribery shall take place or be carried out directly or indirectly by any of the parties involved in an investment.

The principal risks to the Limited Partnership's activities relate to potential kickbacks to/from vendors.

The Limited Partnership has taken measures to reduce the risk of corruption, by performing due diligence and monitoring of counterparties and requiring standards of business conduct in contractual agreements. Background checks are conducted using a risk-based approach.

In 2024, the Limited Partnership believes that it has not contributed to any form of corruption or bribery.

### **Risk assessment and risk mitigation**

The main risks associated with the overall investment process of the Fund are:

- Market risks
- Credit risks
- Liquidity risks
- Counterparty risks
- Operational risks
- ESG risks

To manage these risks, AIP Management, as the overall fund management company in the group, has established a risk management function. The key responsibilities of the function is to perform independent, and reliable:

- Risk identification
- Risk measurement
- Risk management
- Risk monitoring
- Stress tests/analysis

Individual departments within AIP Management have the overall responsibility to carry out the procedures implemented, whilst Risk Management has the responsibility of overseeing this work.

### Gender diversity

Composition of the Executive Board of General Partner.

	2024		2023		2022		2021	
	Number	%	Number	%	Number	%	Number	%
Male	2	100%	2	100%	2	100%	2	100%
Female	-	0%	-	0%	-	0%	-	0%
<b>Total</b>	<b>2</b>	<b>100%</b>	<b>2</b>	<b>100%</b>	<b>2</b>	<b>100%</b>	<b>2</b>	<b>100%</b>

### Data ethics

Given the business model of the entity, which does not involve data collection and analysis, the entity has not adopted a data ethics policy. The entity is managed by AIP Management P/S, which has general ethics policies in place, including a Code of Conduct with general principles that can also be applied to how AIP Management P/S' employees engage with and apply data.

### Sustainable Finance Disclosure Regulation (SFDR)

The company fulfils the requirement for periodic publication of information on financial products, cf. Article 8, subsection 1, 2 and 2a, in Regulation (EU) 2019/2088 and Article 6, subsection 1, in Regulation (EU) 2020/852 by preparing a supplementary report in connection with this annual report.

### Executive Board composition

No policy or objective for the composition of the Board of Directors or the Executive Board, but the company complies with the legislation in force in the area at any given time.

## Management's statement

The Executive Board have today considered and adopted the Annual Report of PKA Direct II K/S for the financial year 1 January - 31 December 2024.

The Annual Report is prepared in accordance with the Danish Financial Statements Act and other relevant legislation.

In our opinion, the Financial Statements and the Consolidated Financial Statements give a true and fair view of the financial position at 31 December 2024 of the Company and the Group and of the results of the Company and Group operations and cash flows for 1 January - 31 December 2024.

In our opinion, the Management review includes a true and fair account of the matter addressed in the review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 12 June 2025

Executive Board of General Partner:

---

Jannick Prehn Brøndum

---

Mikkel Barth-Højgaard

## Independent Auditor's Report

To the Limited Partners of PKA Direct II K/S

### Opinion

In our opinion, the Consolidated Financial Statements and the Parent Company Financial Statements give a true and fair view of the financial position of the Group and the Parent Company at 31 December 2024, and of the results of the Group's and the Parent Company's operations as well as the consolidated cash flows for the financial year 1 January - 31 December 2024 in accordance with the Danish Financial Statements Act.

We have audited the Consolidated Financial Statements and the Parent Company Financial Statements of PKA Direct II K/S for the financial year 1 January - 31 December 2024, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for both the Group and the Parent Company, as well as consolidated statement of cash flows ("financial statements").

### 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 are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover 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 Management's Review and, in doing so, consider whether 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 Management's Review provides the information required under the Danish Financials Statements Act and other relevant legislation.

Based on the work we have performed, in our view, Management's Review is in accordance with the Consolidated Financial Statements and the Parent Company Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act and the information requirements in other relevant legislation. We did not identify any material misstatement in Management's Review.

### Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Consolidated Financial Statements and Parent Company 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 Group's and the Parent 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 Group or the Parent 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 about whether the financial statements 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 based on these financial statements.

## Annual Report 2024

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism 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.
- 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 Group's and the Parent 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 Group's and the Parent 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 Group and the Parent Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.
- Plan and perform the audit to obtain sufficient appropriate audit evidence regarding the consolidated financial information of the entities or business units as a basis for forming an opinion on the Financial Statements. We are responsible for the direction, supervision and review of the audit work performed. We remain solely responsible for our audit opinion.

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.

Hellerup, 12 June 2025

### **PricewaterhouseCoopers**

Statsautoriseret Revisionspartnerselskab  
CVR No 33 77 12 31

Per Rolf Larssen  
State Authorised Public Accountant  
mne24822

Casper Larsen  
State Authorised Public Accountant  
mne45855

**Income statement**

All amounts in thousands of GBP

	Notes	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
<b>Other external costs</b>		<b>-4,799</b>	<b>- 2,688</b>	<b>- 4,622</b>	<b>- 2,518</b>
Income from group companies		-	-	92,680	22,500
Income from associated companies		48,266	21,605	-	-
Impairment losses on financial assets		- 20,528	- 21,511	-92,163	16,235
<b>Result before financial items</b>		<b>22,939</b>	<b>- 2,594</b>	<b>-4,105</b>	<b>36,217</b>
Financial income	3	38,590	26,864	37,668	25,690
Financial expenses	4	- 37	- 1	- 7	-
<b>Profit before income taxes</b>		<b>61,492</b>	<b>24,269</b>	<b>33,556</b>	<b>61,907</b>
Income taxes	5	-23	-22	-	-
<b>Net result</b>		<b>61,469</b>	<b>24,247</b>	<b>33,556</b>	<b>61,907</b>
<u>Proposed distribution of profit:</u>					
Dividend		124,431	24,300	124,431	24,300
Retained earnings		- 62,962	- 53	-90,875	37,607
		<b>61,469</b>	<b>24,247</b>	<b>33,556</b>	<b>61,907</b>

**Balance sheet**

At 31 December (in thousands GBP)

<b>Assets</b>	<b>Notes</b>	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
<b>Non-current assets</b>					
<b>Financial assets</b>					
Investments in group companies	6	-	-	179,248	250,539
Investments in associated companies	7	133,307	177,743	-	-
Receivables from group companies	8	-	-	144,112	138,351
Receivables from associated companies	9	143,302	135,846	-	-
<b>Total financial assets</b>		<b>276,610</b>	<b>313,589</b>	<b>323,360</b>	<b>388,890</b>
<b>Total non-current assets</b>		<b>276,610</b>	<b>313,589</b>	<b>323,360</b>	<b>388,890</b>
<b>Current assets</b>					
<b>Short-term receivables</b>					
Other receivables		126	139	-	360
<b>Total short-term receivables</b>		<b>126</b>	<b>139</b>	<b>-</b>	<b>360</b>
Cash and cash equivalents		1,349	3,470	129	568
<b>Total current assets</b>		<b>1,475</b>	<b>3,609</b>	<b>129</b>	<b>928</b>
<b>Total assets</b>		<b>278,085</b>	<b>317,198</b>	<b>323,489</b>	<b>389,818</b>

**Balance sheet**

At 31 December (in thousands GBP)

	Notes	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
<b>Equity and liabilities</b>					
<b>Equity</b>					
Share capital		980,712	955,978	980,712	955,978
Hedging reserves		-	-12,511	-	-
Retained earnings		- 703,604	- 627,056	- 657,510	- 566,634
<b>Total equity</b>		<b>277,108</b>	<b>316,411</b>	<b>323,202</b>	<b>389,344</b>
<b>Current liabilities</b>					
Other liabilities		977	787	287	474
<b>Total current liabilities</b>		<b>977</b>	<b>787</b>	<b>287</b>	<b>474</b>
<b>Total equity and liabilities</b>		<b>278,085</b>	<b>317,198</b>	<b>323,489</b>	<b>389,818</b>

Accounting policies	1
Employees	2
Fees to auditor appointed at the General Meeting	11
Contingent liabilities	12
Group and ownership relations	13

**Statement of Changes in Equity**

At 31 December (in thousands GBP)

<b>Change in equity – Group 2024</b>	<b>Share capital</b>	<b>Suggested dividend</b>	<b>Hedging reserves</b>	<b>Retained earnings</b>	<b>Total</b>
Equity at 1 January	955,978	-	-12,511	-627,056	316,411
Capital increase	24,734	-	-	-	24,734
Valuation changes	-	-	12,511	-13,586	-1,076
Proposed distribution of profit	-	124,431	-	-62,962	61,469
Distributed capital	-	-124,431	-	-	-124,431
<b>Equity at 31 December</b>	<b>980,712</b>	<b>-</b>	<b>-</b>	<b>-703,604</b>	<b>277,108</b>

<b>Change in equity – Parent 2024</b>	<b>Share Capital</b>	<b>Suggested dividend</b>	<b>Hedging reserves</b>	<b>Retained earnings</b>	<b>Total</b>
Equity at 1 January	955,978	-	-	-566,634	389,344
Capital increase	24,734	-	-	-	24,734
Proposed distribution of profit	-	124,431	-	-90,875	33,556
Distributed capital	-	-124,431	-	-	-124,431
<b>Equity at 31 December</b>	<b>980,712</b>	<b>-</b>	<b>-</b>	<b>-657,509</b>	<b>323,202</b>

**Cash flow statement**

All amounts in thousands of GBP

	Notes	<b>2024 Group</b>	<b>2023 Group</b>
Net profit		61,469	24,247
Adjustments	10	- 66,291	-26,802
Changes in working capital		- 2,167	259
<b>Cash flow from operating activities</b>		<b>- 6,989</b>	<b>- 2,296</b>
Investments in financial assets		- 26,690	- 16,486
Interests received		38,553	3,722
Disposal of financial assets		65,072	-
Dividend received		27,630	21,605
<b>Cash flow from investing activities</b>		<b>104,565</b>	<b>8,841</b>
Capital injected		24,734	16,486
Dividend paid		- 124,431	- 24,300
<b>Cash flow from financing activities</b>		<b>- 99,697</b>	<b>-7,814</b>
<b>Net cash flow for the period</b>		<b>- 2,121</b>	<b>- 1,269</b>
<b>Cash and cash equivalents at 1 January</b>		<b>3,470</b>	<b>4,739</b>
Changes to liquid funds		- 2,121	- 1,269
<b>Cash and cash equivalents at 31 December</b>		<b>1,349</b>	<b>3,470</b>

## Notes

### Note 1

#### Accounting policies

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (large).

The accounting policies applied to group are identical to the rules applied to the parent.

#### Consolidated financial statements

The consolidated financial statement comprises the parent and the group enterprises that are controlled by the parent. Control of a subsidiary is achieved by the parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way exercising controlling influence. Enterprises in which the group, directly or indirectly, holds between 20% and 50% of the voting rights and exercises significant, but not controlling, influence are regarded as associates.

#### Basis of consolidation

The consolidated financial statements are prepared based on the financial statements of the parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income, expenses, accounts and dividends are eliminated. The financial statements used for consolidation have been prepared applying the group accounting policies.

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements.

#### Changes to accounting policies

No changes to the accounting policies are applied in 2024.

#### Presentation currency

The reporting currency is Pound sterling. All amounts are in thousands of GBP. The exchange rate per 31 December 2024 of 0.1112 (2023: 0.1166) was used where translation from DKK to GBP was needed.

#### Recognition and measurement

Revenue is recognized in the income statement as it is earned, including value adjustments of financial assets and liabilities measured at fair value or amortized costs.

In addition, expenses incurred to achieve the year's earnings are recognized, including depreciation, write-downs, provisions, and reversals because of changed accounting estimates of amounts previously recognized in the income statement.

Assets are recognized in the balance sheet when it is probable because of a prior event that future economic benefits will flow to the company, and the value of the asset can be measured reliably. Liabilities are recognized in the balance sheet when the company has a legal or constructive obligation because 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.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each accounting item below.

Recognition and measurements consider the gains, losses and risks that arise before the annual report is presented and which corroborates or invalidates conditions that existed at the balance sheet date.

The group accounts are consolidated based on the subsidiaries individual accounts adjusted for any intercompany transactions and equity interest.

### Foreign currency translation

Foreign currency transactions are translated at the exchange rate at the transaction date. Exchange rate differences arising between the exchange rate at the transaction date and the rate at the payment date are recognized in the income statement as a financial item.

Receivables, payables, and other monetary items in foreign currencies that have not been settled on the balance sheet date are translated at the exchange rate at the balance sheet date. The difference between the exchange rate at the balance sheet date and the exchange rate at the transaction date is recognized in the income statement as a financial item.

### Key ratios

Key figures and financial ratios are determined based on "Recommendations & Financial Ratios" issued by the Danish Society of Financial Analysts:

$$\text{Equity ratio} = \frac{\text{Total Equity} \times 100}{\text{Total Assets}}$$

$$\text{Return on Equity} = \frac{\text{Net Result} \times 100}{\text{Average Equity}}$$

### Income statement

#### Other external costs

Other external costs include costs for administration, etc.

#### Income from Group companies

Dividend income from group companies is presented in the Income statement in the year of which it was declared.

#### Income from associated companies

Dividend income from associated companies is presented in the Income statement in the year of which it was declared.

#### Impairment

Investments in subsidiaries and associates are recognized and measured at cost. If there is an indication of a need for impairment, an impairment test is performed. Where the carrying amount exceeds the recoverable amount it is written down to this lower value.

#### Financial items

Financial income and expenses include interest income and expenses, realized and unrealized gains and losses on debt and transactions in foreign currencies.

#### Tax

The company is not taxable independently, which is why the tax liability is incumbent on the company's investors. As a result, no tax and deferred tax has been set aside in the accounts for the Company.

At Group level the income taxes for the year, is recognized in the income statement with the part that can be attributed to the profit for the year.

## Balance sheet

### Investments in associated companies

Investments in subsidiaries and associates are recognized and measured at cost. If there is an indication of a need for impairment, an impairment test is performed. Where the carrying amount exceeds the recoverable amount it is written down to this lower value.

### Receivables from associated companies

Receivables are measured at amortized cost, which usually corresponds to nominal value, less write-downs for expected losses and including accrued interest.

### Other receivables

Receivables are measured at amortized cost, which usually corresponds to nominal value, less write-downs for expected losses.

### Cash and cash equivalents

Cash and cash equivalents comprise cash and bank balances net of bank overdrafts.

### Equity

Dividend distributions proposed by the management for the financial year are shown as a separate item under equity.

### Short-term payables

Expenses with reference to the fiscal year are accrued for.

### Cash flow statement

Cash flow from operating activities includes all cash transactions other than cash flows arising from investments, received dividends, paid and received financial items and equity transactions.

Cash flow statement is calculated based on the indirect method where the cash flow is based on the difference between year start and year end with adjustments for non-cash items.

**Note 2****Employees**

	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
Average number of employees	-	-	-	-

**Note 3****Financial income**

Interest from loans to group companies	31,984	19,218	37,545	25,690
Interest from Joint Ventures	6,230	7,505	-	-
Other financial income	376	141	123	-
<b>Total financial income</b>	<b>38,590</b>	<b>26,864</b>	<b>37,668</b>	<b>25,690</b>

Financial income is derived from financial activities in United Kingdom.

**Note 4****Financial expenses**

Other financial expenses	- 37	- 1	- 7	-
<b>Total financial expenses</b>	<b>- 37</b>	<b>- 1</b>	<b>- 7</b>	<b>-</b>

**Note 5****Taxes**

Income taxes	- 23	- 22	-	-
<b>Total income taxes</b>	<b>- 23</b>	<b>- 22</b>	<b>-</b>	<b>-</b>

**Note 6**

<b>Investments in group companies</b>	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
Cost at 1 January	-	-	383,189	383,189
Additions in year	-	-	-	-
Disposals	-	-	-	-
<b>Cost at 31 December</b>	<b>-</b>	<b>-</b>	<b>383,189</b>	<b>383,189</b>
Impairment at 1 January	-	-	- 132,650	- 167,101
Impairment in year	-	-	-71,291	34,451
Impairment at 31 December	-	-	- 203,941	- 132,650
<b>Total investments in group companies</b>	<b>-</b>	<b>-</b>	<b>179,248</b>	<b>250,539</b>

The company has investment in subsidiaries located in Denmark with 100% ownership:

- PKA TeesRep Holding ApS
- PKA Walney Extension Holding ApS

The detailed ownership structure is presented in the Primary activities section of the Management review.

**Note 7**

<b>Investments in associated companies</b>	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
Cost at 1 January	277,821	277,821	-	-
Additions in year	-	-	-	-
Disposals in year	- 44,436	-	-	-
<b>Cost at 31 December</b>	<b>233,385</b>	<b>277,821</b>	<b>-</b>	<b>-</b>
Impairment at 1 January	- 100,078	- 100,078	-	-
Impairment in year	-	-	-	-
<b>Impairment at 31 December</b>	<b>- 100,078</b>	<b>- 100,078</b>	<b>-</b>	<b>-</b>
<b>Total investments in associated companies</b>	<b>133,307</b>	<b>177,743</b>	<b>-</b>	<b>-</b>

**Note 8**

<b>Receivables from group companies</b>	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
Cost at 1 January	-	-	308,522	270,129
Additions in year	-	-	62,280	42,115
Repayments in year	-	-	- 35,646	- 3,722
<b>Cost at 31 December</b>	<b>-</b>	<b>-</b>	<b>335,156</b>	<b>308,522</b>
Impairment at 1 January	-	-	- 170,171	- 151,957
Impairment in year	-	-	- 20,872	- 18,214
<b>Impairment at 31 December</b>	<b>-</b>	<b>-</b>	<b>- 191,044</b>	<b>- 170,171</b>
<b>Total receivable from group companies</b>	<b>-</b>	<b>-</b>	<b>144,112</b>	<b>138,351</b>

**Note 9**

<b>Receivables from associated companies</b>	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
Cost at 1 January	310,814	271,347	-	-
Additions in year	63,632	43,189	-	-
Repayments in year	- 35,646	- 3,722	-	-
<b>Cost at 31 December</b>	<b>338,798</b>	<b>310,814</b>	<b>-</b>	<b>-</b>
Impairment at 1 January	- 174,968	- 153,806	-	-
Impairment in year	-20,528	- 21,162	-	-
<b>Impairment at 31 December</b>	<b>- 195,496</b>	<b>- 174,968</b>	<b>-</b>	<b>-</b>
<b>Total receivable from associated companies</b>	<b>143,302</b>	<b>135,846</b>	<b>-</b>	<b>-</b>

**Note 10**

<b>Cash flow statement - adjustments</b>	<b>2024 Group</b>	<b>2023 Group</b>
Income from associated companies	- 48,266	- 21,605
Impairment on Investments incl. gain/loss from disposals	20,528	21,511
Financial expenses	37	1
Financial income	- 38,590	- 26,864
Other adjustments	-	155
<b>Total adjustments</b>	<b>- 66,291</b>	<b>-26,802</b>

**Note 11****Fees to auditor appointed at the General Meeting**

	<b>2024 Group</b>	<b>2023 Group</b>	<b>2024 Parent</b>	<b>2023 Parent</b>
Statutory fee to PricewaterhouseCoopers	69	89	12	16
Other assurance engagement	2	2	2	2
Other services	9	2	-	-
<b>Total fees</b>	<b>80</b>	<b>93</b>	<b>14</b>	<b>18</b>

**Note 12****Contingent liabilities**

The company has no contingent liabilities apart from the liabilities already recognized in the balance sheet.

**Note 13****Group and ownership relations**

The fund is owned by:

- Pensionskassen for Sygeplejersker og Lægeseekretærer, Tuborg Boulevard 3, 2900 Hellerup, Owner 50%.
- Pensionskassen for Socialrådgivere, Socialpædagoger og kontorphersonale, Tuborg Boulevard 3, 2900 Hellerup, Owner 28%.
- Pensionskassen for Sundhedsfaglige, Tuborg Boulevard 3, 2900 Hellerup, Owner 22%.

Other related parties include:

- PKA Direct GP ApS, Klareboderne 1, 1115 København K, CVR 41 27 84 63

Besides the investment transactions shown in the financial statement and general partner fee, there are no transactions with related parties.

The Group is not part of any other consolidated financial statements.

Supplementary Report

ANNEX IV

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: PKA Direct II K/S (CVR-no. 4131543)

Legal entity identifier: 9845000B01E0D004EC91

Environmental and/or social characteristics

Did this financial product have a sustainable investment objective?

<input checked="" type="checkbox"/> <input type="checkbox"/> <b>Yes</b>	<input type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <b>No</b>
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective: ___%</b> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul>	<input checked="" type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of 100% of sustainable investments <ul style="list-style-type: none"> <li><input checked="" type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul>
<input type="checkbox"/> It made <b>sustainable investments with a social objective: ___%</b>	<input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>

PKA Direct II K/S ("PKA Direct II") is a close-ended fund which was established and held its final closing prior to the entry into force of Regulation (EU) 2019/2088 (the "Sustainable Finance Disclosure Regulation" or "SFDR"). The Fund's overall approach is to promote environmental characteristics by having invested in assets that contribute to reducing total CO2e emissions.

To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promotes environmental characteristics by having invested in economic activities that contributes to one or more of the following sustainability indicators, increased renewable energy capacity (MW), reduction in greenhouse gas emissions and increased renewable energy generated (MWh).

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

This report discloses information pertaining to the sustainability and performance of investments in cases where the assets are actively producing electricity. Investments that are currently under construction and prospective investment opportunities, as they do not yet generate electricity, have not attained a stage allowing for reliable determination of sustainability indicators. Consequently, these investments are not considered in the assessment of the Fund's performance with respect to sustainability indicators. All investments of the Fund are in production.

● How did the sustainability indicators perform?

Sustainability indicators	Data 2024	Data 2023	Data 2022	Changes in %
Renewable energy capacity (MW)	659	659	659	-
Renewable energy generated (MWh)	2,608,886	2,598,815	2,654,026	0.4%
Greenhouse gas emissions avoided (tCO <sub>2</sub> e)	459,163	530,418	512,758	(13.4%)

The operational portfolio of the Fund generated 2,608,886 MWh during 2024, which corresponds to 459,163 tCO<sub>2</sub>e, GHG emissions avoided.

● ...and compared to previous periods?

The Fund decreased its emissions avoided by 71,255 tCO<sub>2</sub>e in 2024. This constitutes a decrease of 13.4%.

● What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?

The Fund did not commit to sustainable investments, however the Fund does have 100% Taxonomy-aligned investments hence sustainable investments. These support the Fund objectives to promote environmental characteristics.

● How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

The Fund did not commit to sustainable investments, however the Fund does have 100% Taxonomy-aligned investments hence sustainable investments. These support the Fund objectives to promote environmental characteristics.

— How were the indicators for adverse impacts on sustainability factors taken into account?

These are continuously monitored during asset management.

— Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details: 100% of the investments that are aligned with the EU Taxonomy.



## How did this financial product consider principal adverse impacts on sustainability factors?

During the reference period, the principal adverse impact indicators (PAIs) were considered during the ESG due diligence process. For the portfolio as a whole the PAIs are presented in AIP's Article 4 - PAI Statement. The Fund assesses that none of the investments in the portfolio are causing significant harm to any environmental or social objectives.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

During this reference period the Fund have committed and considered the following 2 environmental and 7 social additional voluntary PAIs on sustainability factors to its reporting (available in our Annex I - Principal Adverse Impact Statement):

### Environmental:

- Investment in companies without carbon emission reduction initiatives
- Natural species and protected areas

### Social:

- Investments in companies without workplace accident prevention policies
- Number of days lost to injuries, accident, fatalities, or illness
- Insufficient whistleblower protection
- Lack of human rights policy
- Operations and suppliers at significant risk of incidents of child labour
- Operations and suppliers at significant risk of incidents of forced or compulsory labour
- Number of identified cases of severe human rights issues and incident



## What were the top investments of this financial product?

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: 1 January 2024 - 31 December 2024

Largest investments	Sector	% Assets	Country
Walney Extension	Renewable Energy	90%	United Kingdom
TeesRep	Renewable Energy	10%	United Kingdom

The share of investments is calculated based on current value. The Net Asset Value (NAV) valuations is used as the basis for calculating the proportion of investments, which also set the basis for current value.



## What was the proportion of sustainability-related investments?

The proportion of sustainability-related investment was 100%. This is based on the current/market value of each asset which has been assessed as being aligned with the criteria in the EU Taxonomy.

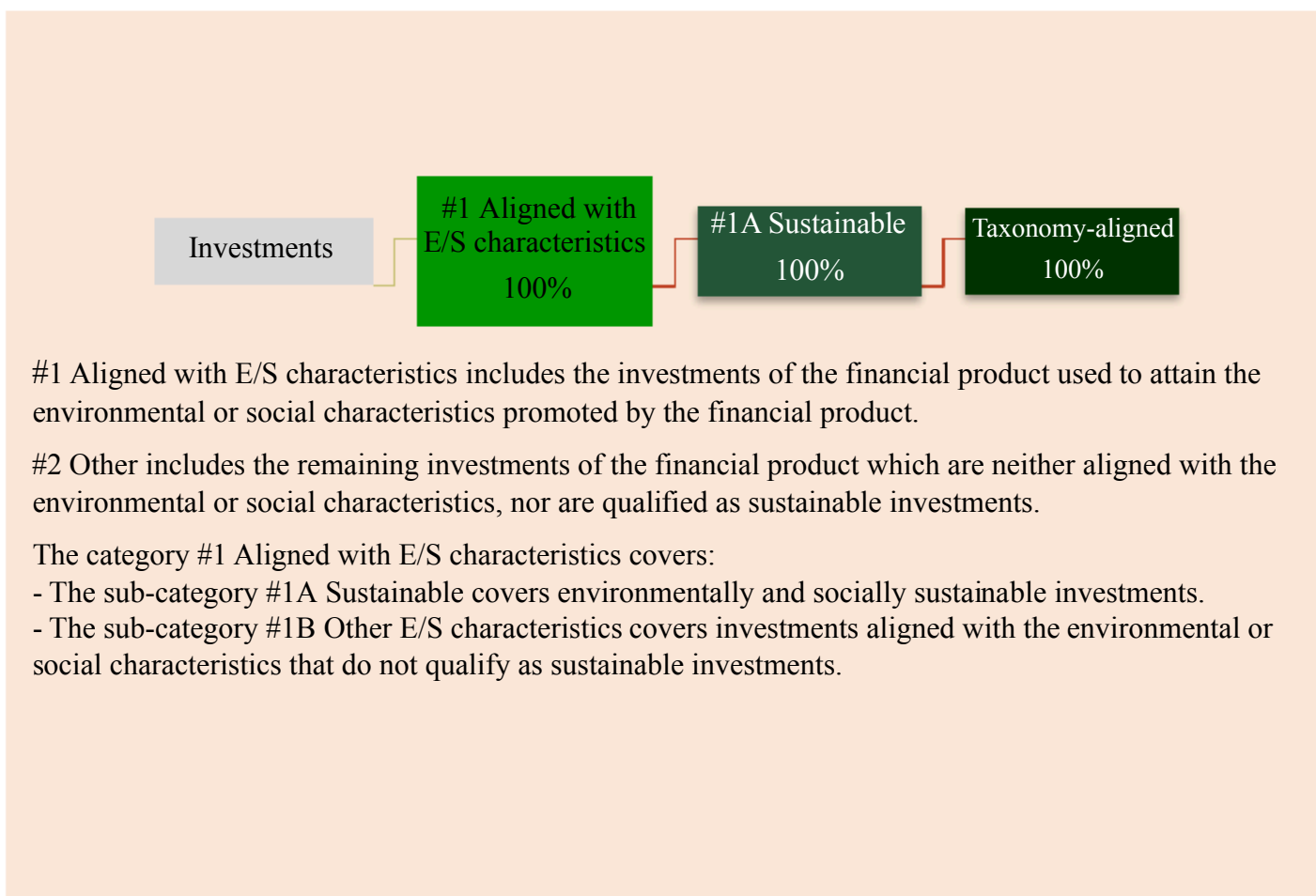
**Asset allocation** describes the share of investments in specific assets.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

● What was the asset allocation?



● In which economic sectors were the investments made?

During this reference period, the Fund made 0 investments. The Fund have two investments in renewable energy.



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

100% of investments in economic activities that quality as environmentally sustainable were aligned with the EU Taxonomy.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

Yes:

In fossil gas     In nuclear energy

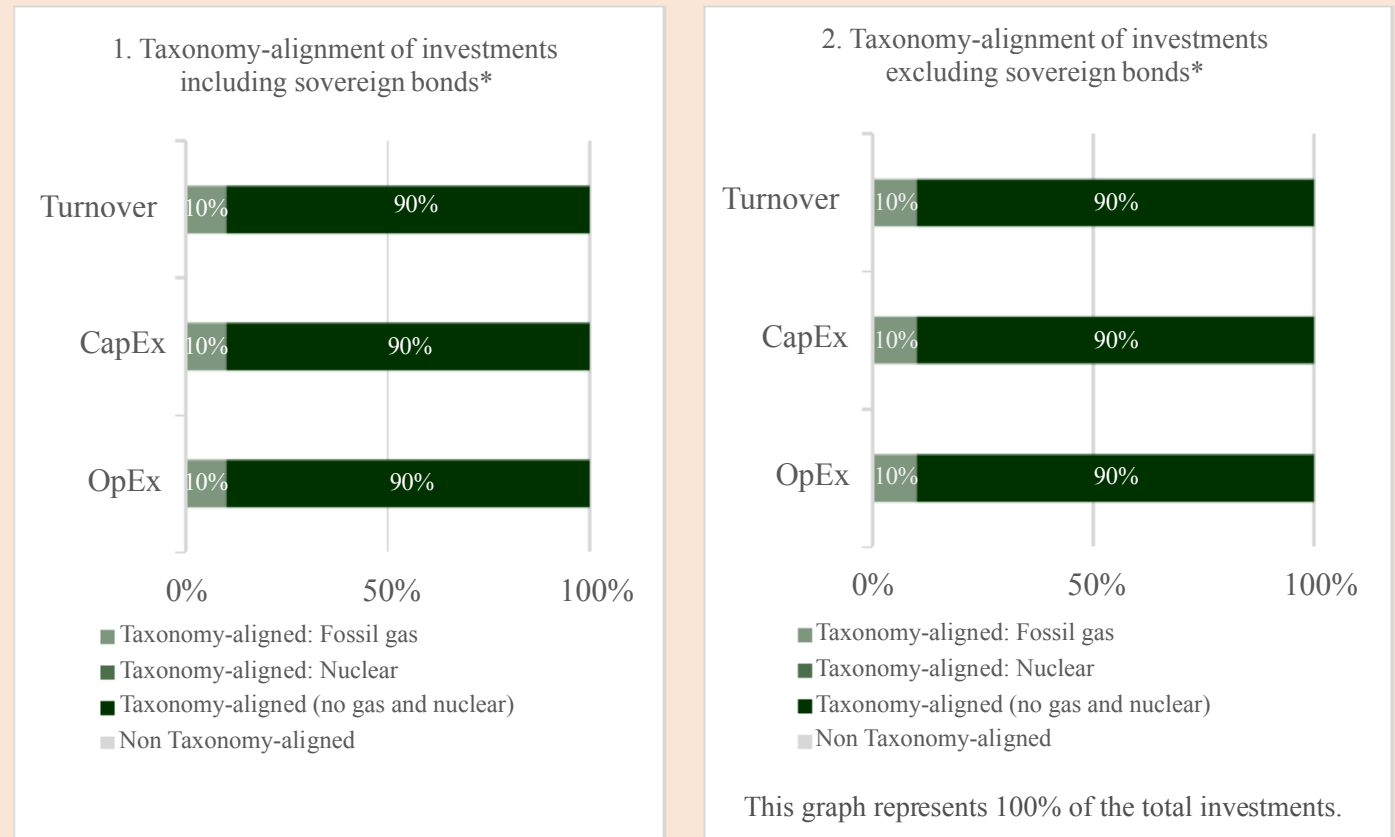
No

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● What was the share of investments made in transitional and enabling activities?

0% of the assets classified as aligned with the EU Taxonomy was in transitional or enabling activities.

● How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

The Taxonomy-aligned investments remains at 100% Taxonomy-aligned investments for the Fund in this reference period.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

All of the assets of the Fund is aligned with the EU Taxonomy.



**What was the share of socially sustainable investments?**

The Fund did not commit to make socially sustainable investments.



What investments were included under “other”, what was their purpose and **were there any minimum environmental or social safeguards?**

There are no investments in the Fund classified as “other”.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

All investments held by the Fund during the reference period were subject to the mechanisms and procedures described in the Fund’s Article 10 - Website Disclosure and were considered to be materially aligned with them.

The binding elements of the investment strategy used to attain the environmental and social characteristics promoted by this fund have been monitored and documented on an ongoing basis. Specific actions have been taken by implementing a new data collection tool in collaboration with third-party experts with the purpose of strengthening good governance around the ESG data collection process and more validated calculations of the principal adverse impact indicators. This will also act as a database going forward and let us to establish more specific GHG targets for the portfolio in the Fund.



**How did this financial product perform compared to the reference benchmark?**

A specific index is not designated to the Fund.

- How does the reference benchmark differ from a broad market index?

The Fund did not use a reference benchmark.

- How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?

The Fund did not use a reference benchmark.

- How did this financial product perform compared with the reference benchmark?

The Fund did not use a reference benchmark.

- How did this financial product perform compared with the broad market index?

The Fund did not use a reference benchmark.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.