



PKA Direct II K/S

Annual Report 2025

Approved at the company's general meeting, 23 March 2026

Secretary

Morten Olsen

Contents

Fund details	2
Statement by the General Partner on the annual report	3
Management commentary	4
Independent Auditor's Report	9
Income statement	11
Balance sheet	12
Statement of Changes in Equity	14
Cash flow statement	15
Notes	16
Supplementary Report	23

Fund details

Fund

PKA Direct II K/S (PKA-AIP II)

c/o AIP Management P/S

Klareboderne 1

1115 Copenhagen

Business Registration No: CVR no.: 41 31 54 31

Date of foundation: 1 April 2020

Accounting period: 1 January - 31 December

General Partner

PKA Direct GP ApS

Executive Board of General Partner

Jannick Prehn Brøndum

Mikkel Barth-Højgaard

Fund Manager

AIP Management P/S

Depositary

Apex (Denmark) ApS

Auditors

Deloitte

Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen

Statement by the General Partner on the annual report

The General Partner has today considered and approved the Annual Report of PKA Direct II K/S for the financial year 1 January - 31 December 2025.

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 Limited Partner's financial position at 31 December 2025 of the Company and the Group and of the results of the Company and Group operations and cash flows for 1 January - 31 December 2025.

We believe that the management commentary contains a fair view of the affairs and conditions referred to therein.

Furthermore, the supplementary report has been prepared in accordance with the Sustainable Finance Disclosure Regulation (SFDR) and contains a fair review of the affairs and conditions referred to therein.

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

Copenhagen, 13 March 2026

On behalf of PKA Direct GP ApS

Jannick Prehn Brøndum

Mikkel Barth-Højgaard

Management commentary

Key figures for the Group

All amounts in thousands GBP	2025	2024	2023	2022	2021
Key figures					
Gross loss	-1,853	-4,799	-2,688	-418	-6,673
Net financials	41,601	38,553	26,863	19,056	29,735
Profit/loss for the year	31,780	61,469	24,247	-76,948	-2,339
Total Assets	290,433	278,085	317,198	300,475	428,317
Equity	289,744	277,108	316,411	299,633	426,237
Ratios					
Return on equity (%)	11.21%	20.71%	7.87%	-21.20%	-0.37%
Equity ratio	99.8%	99.6%	99.8%	99.7%	99.5%

Primary activities

The Fund, PKA Direct II K/S, was established in April 2020 and is a private alternative infrastructure fund managed by AIP Management P/S. The General Partner is PKA Direct GP ApS. The Fund invests in renewable energy and transition assets and is set to yield stable and long-term returns to the benefit of the investors.

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 Fund's Consolidated Income Statement of the Financial year 1 January - 31 December 2025 shows a profit of GBP 31,780 thousand, compared to a profit of GBP 61,469 thousand in 2024. The result was slightly above the expected range disclosed in the annual report for 2024.

Outlook

The outlook for the Fund depends on the results of the investments being the primary activity.

Expectations for the Fund are generally positive, with the profit for 2026 anticipated to be within the range of GBP 25-35 millions. These forecasts are based on the assumptions that investment activity will remain unchanged in 2026 and macro-economic circumstances e.g. power prices, inflation and interest levels.

Uncertainty in recognition and measurement

PKA Direct II K/S invests in infrastructure projects structured to provide stable cash flows, but where transferability and cash flows may to a certain extent still be affected by changes in market conditions. Consequently, the fair value of the investments is based on estimates and assumptions made by the management on the balance sheet date.

Information according to the Alternative Investment Fund Managers Directive

According to Article 22 of the Alternative Investment Fund Managers Directive, Alternative Investment Funds (AIF) must make certain disclosures to investors in connection with the presentation of financial statements. During the financial period covered by the financial statement there have been no material changes in the matters below:

- The Funds investment strategy;
- Valuation principles of the Fund's investments;
- The percentage of the AIF's assets which are subject to special arrangements arising from their illiquid nature;
- New arrangements for managing the Fund's liquidity;
- The Fund's risk profile and the risk management systems implemented by the Fund Manager used to manage the Fund's risks;
- There have been no amendments to the maximum level of leverage which the Fund Manager can use on behalf of the Fund. Nor has there been any changes in the right to use collateral or any guaranty in accordance with the agreement allowing for the leverage.

Events after the balance sheet date

No significant events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.

Corporate social responsibility/ESG

The Fund 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.

The fund qualifies as a class Large C company under the Danish Financial Statements Act (ÅRL §99a) due to specific criteria regarding net revenue, which includes positive value adjustments. This classification requires the Fund to adhere to the ESG reporting obligations set out by the Act. As a result, the Fund Manager has established policies and procedures addressing environmental, social and governance matters, which are applied across the investment portfolio.

Please download AIP Management P/S's 2025 Sustainability Report for further information about how the Fund Manager works with ESG across the investment portfolio. The report is available on at, www.aipmanagement.dk/sustainability-reports.

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

The Fund 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 defines 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 supports long-term value creation for 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 the transaction and thereafter in the asset management phase.

Below we have described the principles and our results for 2025 in more detail. In 2026, the Fund expects to continue to focus on its efforts within environment and climate, social and staff-related matters, human rights and anti-corruption in accordance with the policies and procedures of the Fund Manager.

Environment and climate

The Fund maintains a responsible approach to environmental and climate issues with a climate-friendly investment policy and a requirement to adopt industry best practices.

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

Investments in renewable energy projects are expected to promote positive environmental characteristics (see Appendix 1).

The Limited Partnership adheres to the following environmental principles:

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

In 2025, the Fund continued to promote environmental and climate-related characteristics in line with its investment strategy and policies.

Social matters and staff-related matters

For social matters and staff-related matters, the Fund promotes that the fundamental employees' rights shall be acknowledged and observed by the investment project. We are committed to upholding principles such as fair labour practices, non-discrimination and the right to freedom of association. Our investments are guided by international labour standards including the UN Global Compact and the International Labour Organization (ILO) Conventions. Additionally, we require all portfolio companies to adhere to these principles as part of our ESG policies and contractual agreements.

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

In 2025, the Fund continued to promote safe and healthy working conditions in line with applicable standards and contractual requirements. In the future, we will focus on further enhancing workplace safety and employee wellbeing.

Human rights

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

The principal risks to the Fund's activities relate to potential non-adherence to its labour standards in the investments.

The Fund follows local regulations and expects investment project to comply with international commitments related to human rights.

In 2025, the Fund was not aware of any breaches of human rights. We take human rights issues seriously and have implemented a framework to ensure our investments and operations respect fundamental rights. Moving forward, we plan to enhance our focus on human rights by strengthening due diligence processes, including deeper assessments of labour practices, community impacts and supply chain risks. In the next reporting period, we will monitor and report on any emerging human rights risks and outline the measures taken to address them.

Anti-corruption

The Fund 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 Fund's activities relate to potential kickbacks to/from vendors.

The Fund 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 2025, the Fund was not aware of any instances of corruption or bribery. This outcome reflects our anti-corruption measures including rigorous due diligence, ongoing monitoring of counterparties and adherence to strict ethical standards in our investments. We maintain a proactive approach to identifying and mitigating any potential risks ensuring compliance with anti-corruption policies across all stages of our investment process.

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 P/S, as Fund Manager, has established a risk management function. The key responsibility 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 P/S have the overall responsibility to carry out the procedures implemented whilst Risk Management has the responsibility of overseeing this work.

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 setting out general principles on ethical behaviour, which can also be applied to how AIP Management P/S' employees engage with and apply data. AIP Management P/S maintains robust governance through its Code of Conduct and Digital Security Policy, which ensure responsible handling of information and compliance with applicable regulations including GDPR and DORA. The company applies strict principles of confidentiality, integrity and security to all data processed and requires the same standards from external suppliers.

Artificial Intelligence (AI) is used only in a limited and controlled manner through a secure environment, primarily to enhance productivity. Such use is subject to internal controls and ethical guidelines to safeguard transparency and data protection.

Sustainable Finance Disclosure Regulation (SFDR)

This financial product is classified as a financial product referred to in Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector as it promotes environmental and/or social characteristics. The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The Fund 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.

The product-level periodic disclosure in accordance with Annex IV of Commission Delegated Regulation (EU) 2022/1288 is included in Appendix 1 to the annual report.

Executive Board composition

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

Independent Auditor's Report

To the Limited Partners of PKA Direct II K/S

Opinion

We have audited the consolidated financial statements and the parent financial statements of PKA Direct II K/S for the financial year 01.01.2025 - 31.12.2025, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as the Parent, and the consolidated cash flow statement. The consolidated financial statements and the parent financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2025 and of the results of their operations and the consolidated cash flows for the financial year 01.01.2025 - 31.12.2025 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 consolidated financial statements and the parent financial statements" section of this auditor's 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.

Management's responsibilities for the consolidated financial statements and the parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent 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 consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and the parent financial statements, Management is responsible for assessing the Group's and the Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the consolidated financial statements and the parent financial statements unless Management either intends to liquidate the Entity 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 consolidated financial statements and the parent financial statements as a whole 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 on the basis of these consolidated financial statements and parent financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements and the parent 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

Independent Auditor's Report (continued)

- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the consolidated financial statements and the parent 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 Entity'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 consolidated financial statements and the parent 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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements and the parent financial statements, including the disclosures in the notes, and whether the consolidated financial statements and the parent financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- 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.

Statement on the management commentary and statement on the supplementary report provided for in accordance with the Sustainable Finance Disclosure Regulation (SFDR)

Management is responsible for the management commentary, as well as for the supplementary report on disclosures in accordance with the Sustainable Finance Disclosure Regulation (SFDR), hereinafter referred to as "the supplementary report".

Our opinion on the consolidated financial statements and the parent financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements and the parent financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the consolidated financial statements and the parent financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary and the supplementary report provides the information required under the Danish Financial Statements Act and the Sustainable Finance Disclosure Regulation respectively.

Based on the work we have performed, we conclude that the management commentary and the supplementary report is in accordance with the consolidated financial statements and the parent financial statements and has been prepared in accordance with the requirements in the relevant law and regulations. We did not identify any material misstatement of the management commentary.

Copenhagen, 13 March 2026

Deloitte

Statsautoriseret Revisionspartnerselskab
Business Registration No (CVR): 33 96 35 56

Michael Thorø Larsen
State Authorised Public Accountant
Identification No (MNE) mne35823

Rasmus Grynderup Kiær Steffensen
State Authorised Public Accountant
Identification No (MNE) mne44143

Income statement

All amounts in thousands of GBP

	Notes	2025 Group	2024 Group	2025 Parent	2024 Parent
Other external costs	2	-1,853	-4,799	-1,664	-4,622
Gross profit/loss		-1,853	-4,799	-1,664	-4,622
Income from investments in group enterprises		-	-	15,247	92,680
Income from participating interests		15,247	48,266	-	-
Impairment losses on financial assets		-23,201	-20,528	-27,963	-92,163
Operating profit/loss		-9,807	22,939	-14,379	-4,105
Other financial income	3	41,668	38,590	40,664	37,668
Other financial expenses	4	-67	-37	-16	-7
Profit/loss before taxes		31,794	61,492	26,268	33,556
Tax on profit for the year	5	-14	-23	-	-
Profit/loss for the year		31,780	61,469	26,268	33,556

Balance sheet

At 31 December (in thousands GBP)

Assets	Notes	2025 Group	2024 Group	2025 Parent	2024 Parent
Non-current assets					
Financial assets					
Investments in group enterprises	7	-	-	151,410	179,248
Investments in participating interests	8	133,307	133,307	-	-
Receivables from group enterprises	9	-	-	178,986	144,112
Receivables from participating interests	10	152,705	143,302	-	-
Total financial assets		286,012	276,610	330,396	323,360
Total non-current assets		286,012	276,610	330,396	323,360
Current assets					
Receivables					
Other receivables		3,406	126	0	-
Total receivables		3,406	126	0	-
Cash and cash equivalents		1,014	1,349	37	129
Total current assets		4,421	1,349	37	129
Total assets		290,433	278,085	330,433	323,489

Balance sheet

At 31 December (in thousands GBP)

Equity and liabilities	Notes	2025 Group	2024 Group	2025 Parent	2024 Parent
Equity					
Contributed capital		980,712	980,712	980,712	980,712
Retained earnings		-690,968	-703,604	-650,380	-657,510
Total equity		289,744	277,108	330,332	323,202
Liabilities					
Short-term payables					
Other payables		689	977	101	287
Total short-term payables		689	977	101	287
Total liabilities		689	977	101	287
Total equity and liabilities		290,433	278,085	330,433	323,489

Accounting policies	1
Proposed distribution of profit	6
Contingent liabilities	11
Related parties transactions	12
Group and ownership relations	13
Employees	14

Statement of Changes in Equity

At 31 December (in thousands GBP)

Group

	Contributed Capital	Proposed dividend	Retained earnings	Total
Equity at 1 January	980,712	-	-703,604	277,108
Proposed distribution of profit	-	19,138	12,641	31,780
Distribution capital	-	-19,138	-	-19,138
Equity at 31 December	980,712	-	-690,968	289,744

Parent

	Contributed Capital	Proposed dividend	Retained earnings	Total
Equity at 1 January	980,712	-	-657,510	323,202
Proposed distribution of profit	-	19,138	7,130	26,268
Distribution capital	-	-19,138	-	-19,138
Equity at 31 December	980,712	-	-650,380	330,332

The investors have committed to contributing up to GBP 1,125,212 thousand to PKA-AIP II K/S. At 31 December 2025, the investors have contributed a net amount of GBP 980,712 thousand, causing the balance of undrawn commitment to stand at GBP 144,500 thousand.

Distributions to Limited Partners comprise return of capital and realised gain. Return of capital is presented as part of Limited Partnership capital whereas realised gain/loss is presented as part of retained earnings.

Committed capital will be contributed to the Fund when capital is called to serve costs or to perform the investment activity. The Commitments shall be honoured by payments by the Limited Partners on a pro rata basis according to their respective Commitments into a Deposit Account of the Limited Partnership as and when required by a written notice to the Limited Partners. Additional specific conditions for capital contributions or recycling of distributions are laid out in the Limited Partnership Agreement.

Cash flow statement

All amounts in thousands of GBP

	2025	2024
	Group	Group
Operating profit/loss	-9,807	22,939
Impairment on Investments	23,201	20,528
Other financing	73	340
Dividends received	-15,247	-27,630
Changes in working capital	-292	9,266
Cash flow from operating activities	-2,073	25,442
Investments in financial assets	-	-26,798
Disposal of financial assets	-	65,072
Interests received	5,629	6,230
Dividend received	15,247	27,630
Cash flow from investing activities	20,876	72,134
Capital injected	-	24,734
Dividend paid	-19,138	-124,431
Cash flow from financing activities	-19,138	-99,697
Net cash flow for the period	-335	-2,121
Cash and cash equivalents at 1 January	1,349	3,470
Changes to liquid funds	-335	-2,121
Cash and cash equivalents at 31 December	1,014	1,349

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 participating interest.

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 2025.

Presentation currency

The reporting currency is Pound sterling. All amounts are in thousands of GBP. The exchange rate per 31 December 2025 of 0.1166 (2024: 0.1112) 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 investments in group enterprises

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

Income from participating interests

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

Impairment losses on financial assets

Investments in group enterprises and participating interests 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 group enterprises and participating interests

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 group enterprises and participating interests

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.

Dividend

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

Other financial liabilities

Expenses with reference to the fiscal year are accrued for.

Cash flow statement

The cash flow statement shows consolidated cash flows from operating, investing and financing activities, and cash and cash equivalents at the beginning and the end of the financial year.

Cash flows from operating activities are presented using the indirect method and calculated as the operating profit/loss adjusted for non-cash operating items, working capital changes, and financial income, financial expenses and income tax paid.

Cash flows from investing activities comprise payments in connection with acquisition and divestment of enterprises, activities and fixed asset investments, and purchase, development, improvement and sale, etc. of intangible assets and property, plant and equipment.

Cash flows from financing activities comprise changes in the size or composition of the contributed capital and related costs, and the raising of loans, repayments of interest-bearing debt, including lease liabilities, purchase of treasury shares and payment of dividend.

Cash and cash equivalents comprise cash.

Annual Report 2025

Note 2	2025	2025	2025	2024
Fees to appointed auditors	Deloitte	PwC	Total	Total
Statutory audit service	18	10	27	69
Other assurance engagement	8	-	8	2
Other services	-	-	-	9
Total fees	26	10	35	80

Note 3	2025	2024	2025	2024
Other financial income	Group	Group	Parent	Parent
Interest from loans to group companies	-	-	40,628	37,545
Interest from loans to participating interests	41,528	38,213	-	-
Other financial income	140	376	36	123
Total financial income	41,668	38,590	40,664	37,668

Note 4				
Other financial expenses				
Other financial expenses	-67	-37	-16	-7
Total financial expenses	-67	-37	-16	-7

Note 5				
Tax on profit for the year				
Tax on profit for the year	-14	-23	-	-
Total tax on profit for the year	-14	-23	-	-

Note 6				
Proposed distribution of profit:				
Dividend	19,138	124,431	19,138	124,431
Retained earnings	12,641	-62,962	7,130	-90,875
	31,780	61,469	26,268	33,556

Note 7	2025	2024	2025	2024
Investment in group enterprises	Group	Group	Parent	Parent
Costs at 1 January	-	-	383,189	383,189
Additions in the year	-	-	-	-
Costs at 31 December	-	-	383,189	383,189
Impairment at 1 January	-	-	-203,941	-132,651
Impairment in the year	-	-	-27,838	-71,290
Impairment at 31 December	-	-	-231,779	-203,941
Total investment in group enterprises	-	-	151,410	179,248

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

- PKA TeesRep Holding ApS
- PKA Walney Extension Holding ApS

Note 8
Investment in participating interests

Costs at 1 January	233,385	277,821	-	-
Changes in the year	-	-44,436	-	-
Costs at 31 December	233,385	233,385	-	-
Impairment at 1 January	-100,078	-100,078	-	-
Impairment in the year	-	-	-	-
Impairment at 31 December	-100,078	-100,078	-	-
Total investment in participating interests	133,307	133,307	-	-

The Group has investment in the following participating interests

Company name	LCY	Registered office	Owner share	Equity*	Net result*
Anno 2017 Joint Holding (UK) limited	GBP	Kent, UK	37.50%	204*	18*
Chaptre Holdings limited	GBP	Kent, UK	50.00%	-835**	-343**

*) 31 March 2025 annual reports (GBPm)

***) 31 December 2024 annual reports (GBPm)

Note 9	2025	2024	2025	2024
Receivables from group enterprises	Group	Group	Parent	Parent
Costs at 1 January	-	-	335,156	308,522
Additions in the year	-	-	40,628	62,280
Repayments in year			-5,629	-35,646
Costs at 31 December	-	-	370,154	335,156
Impairment at 1 January	-	-	-191,044	-170,171
Impairment in the year	-	-	-125	-20,872
Impairment at 31 December	-	-	-191,168	-191,044
Total receivables from group companies	-	-	178,986	144,112

Note 10**Receivables from participating interest**

Costs at 1 January	338,799	310,814	-	-
Changes in the year	38,233	63,631	-	-
Repayments in year	-5,629	-35,646		
Costs at 31 December	371,402	338,799	-	-
Impairment at 1 January	-195,496	-174,969	-	-
Impairment in the year	-23,201	-20,528	-	-
Impairment at 31 December	-218,697	-195,496	-	-
Total receivables from participating interests	152,705	143,302	-	-

Note 11**Contingent liabilities**

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

Note 13
Related parties

All related party transactions during the financial year have been conducted on an arm's length basis

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 kontorpersonale, 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.

Note 14
Employees

The Fund has no employees.

According to Article 107 of the AIFMD Level 2 Regulation and paragraph 61 section 3 (5 and 6) of the Alternative Investment Fund Managers etc. Act, alternative investment funds must disclose information about the total remuneration of the entire staff of the Fund Manager and the number of beneficiaries; the information is disclosed in the annual report for 2025 for AIP Management P/S, Business Reg. No. 39504308. Remuneration to material risk-takers is disclosed on www.aipmanagement.dk.

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. 41315431)

Legal entity identifier: 9845000B01E0D004EC91

Environmental and/or social characteristics

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.

Did this financial product have a sustainable investment objective?	
●● <input type="checkbox"/> Yes	●● <input checked="" type="checkbox"/> No
<input type="checkbox"/> It made sustainable investments with an environmental objective: ___% <ul style="list-style-type: none"> <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy 	<input checked="" type="checkbox"/> It promoted Environmental/Social (E/S) characteristics 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"> <input checked="" type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with a social objective
<input type="checkbox"/> It made sustainable investments with a social objective: ___%	<input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments

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).

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 2025	Data 2024	Data 2023	Data 2022	Changes in %
Renewable energy capacity (MW)	659	659	659	659	-
Renewable energy generated (MWh)	2,569,575	2,608,886	2,598,815	2,654,026	(1.5%)
Greenhouse gas emissions avoided (tCO2e)	452,245	459,163	530,418	512,758	(1.5%)

The operational portfolio of the Fund generated 2,569,575 MWh during 2025, which corresponds to 452,245 tCO2e, GHG emissions avoided.

● ...and compared to previous periods?

The Fund decreased its emissions avoided by 6,918 tCO2e in 2025. This constitutes a decrease of 1.5%.

● 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 2025 - 31 December 2025

Largest investments	Sector	% Assets	Country
Walney Extension	Renewable Energy	50%	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.

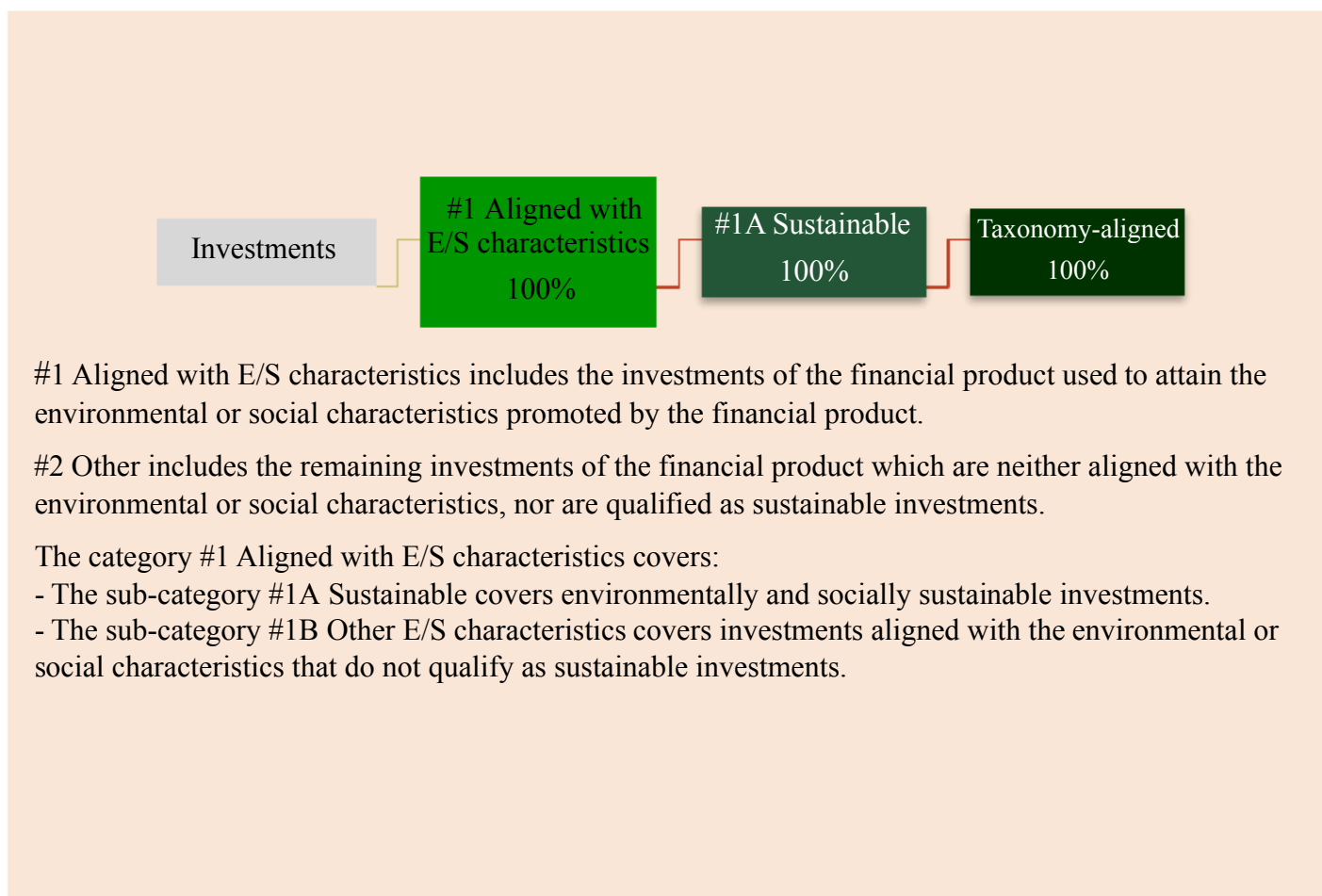
Asset allocation describes the share of investments in specific assets.

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 Taxonomy¹?**

Yes:

In fossil gas In nuclear energy

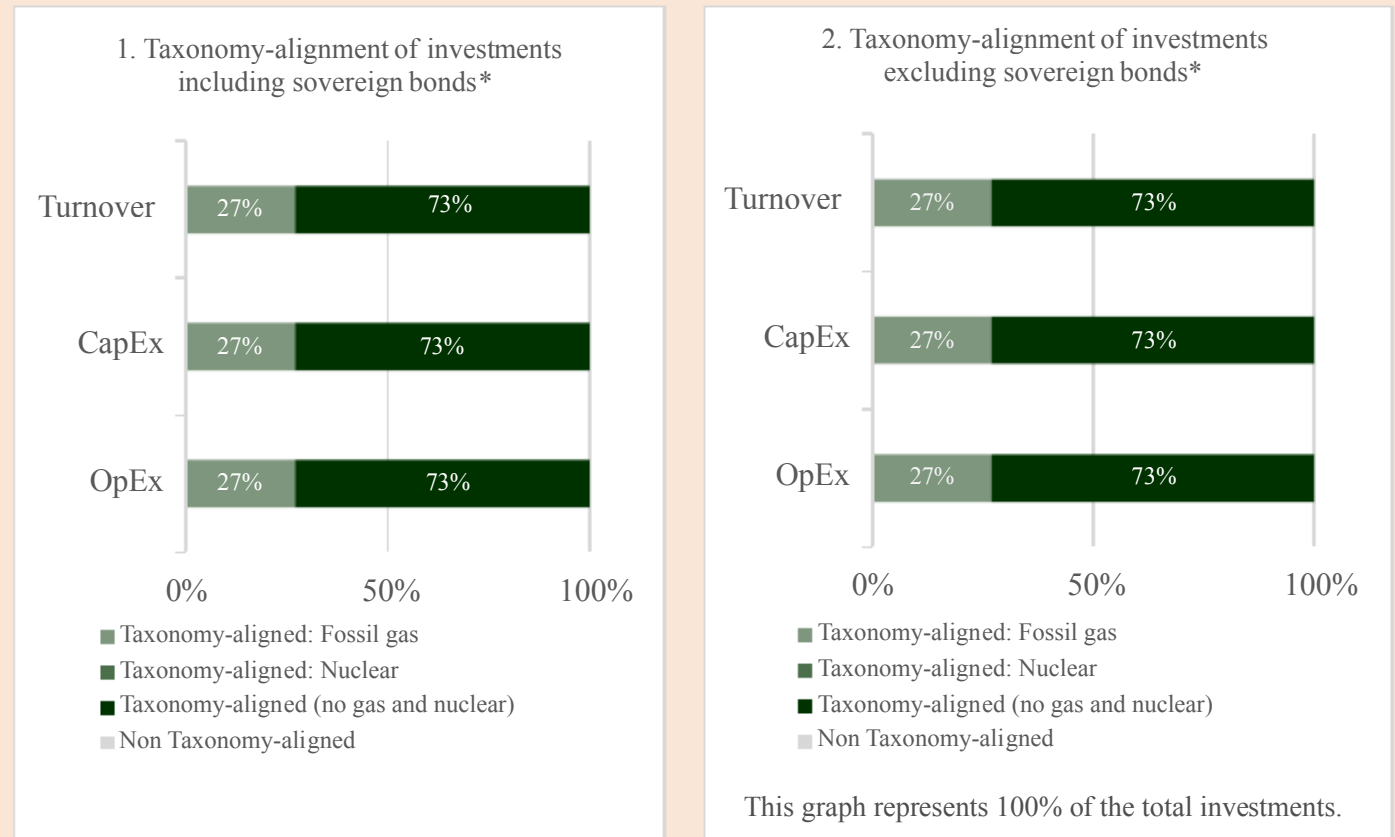
No

¹ 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.