

INNARGI PROJECT II P/S

Annual Report

2024



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Company information

Innargi Project II P/S
Amerika Plads 29
2100 København Ø

Homepage: www.innargi.com
Business Registration No.: 44 84 69 77
Founded: 15 May 2024

BOARD OF DIRECTORS

Samir Abboud (Chairperson)
Lars Bjørn Heineke
Lars Petersen

EXECUTIVE BOARD

Lars Bjørn Heineke

AUDITOR

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab

Management review

The objective of the company is to conduct trade, provide service and operate within the geothermal energy industry, to own shares in other companies, and other business related hereto.

During 2024, the company entered into a 30-year heat supply agreement with Vestforbrænding for a geothermal project located in Virum, Denmark. The project remains in its initial development phase, with a seismic survey successfully completed in 2024 to evaluate the geothermal potential of the site.

RESULT FOR THE YEAR

Net loss for the year amounted to DKK 2,714 thousand.
The result for the year reflects the development in the activities.

The result for the year is proposed distributed to retained earnings.
No dividend is proposed for 2024.

As of 31 December 2024, the equity amounted to
DKK - 2,314 thousand.

EVENTS AFTER THE BALANCE SHEET DATE

No significant events have occurred after the balance sheet date.



Income statement for 15 May to 31 December

Note	TDKK	2024
2	Other external expenses	- 2,719
	Loss before financial items	- 2,719
3	Other financial income	5
	Net loss for the year	- 2,714
Distribution of net loss for the year		
	Retained earnings	- 2,714
	Net loss for the year	- 2,714



Balance sheet as of 31 December

Assets

Note	Amounts in TDKK	2024
	Property, plant and equipment	
4	Geothermal heating plants under construction	2,961
	Total property, plant and equipment	2,961
	Current assets	
	Other receivables	2,097
	Total receivables	2,097
	Cash and bank balances	343
	Total current assets	2,441
	Total assets	5,402

Equity and liabilities

Note	Amounts in TDKK	2024
	Equity	
	Share capital	400
	Retained earnings	- 2,714
	Total equity	- 2,314
	Short-term liabilities	
	Trade payables	2,618
	Other payables	5,097
	Total short-term liabilities	7,715
	Total liabilities	7,715
	Total equity and liabilities	5,402

- 1 Going concern
- 4 Related parties
- 5 Significant accounting policies



Statement of changes in equity

Amounts in TDKK	Share capital	Retained earnings	Total
Equity as of 31 December 2023	0	0	0
Share capital, initial contribution	400	0	400
Net loss for the year	0	- 2,714	- 2,714
Equity as of 31 December 2024	400	- 2,714	- 2,314

Note 1: Going Concern

The financial statements have been prepared on a going concern basis.

The Company has lost its equity and currently limited liquid assets. However, the Parent Company has issued a letter of support, confirming its intention to provide the necessary financial assistance to ensure the Company can meet its obligations as they fall due.

Furthermore, the owners of Innargi Holding A/S has committed to a capital injection in connection with the continued development of the project. The Board of Directors has formally expressed its commitment to support the Company's ongoing operations.

Based on these considerations, Management believes that the going concern assumption is appropriate.

Note 2: Other external expenses

Apart from the Executive Board, Innargi Project II P/S has not had any employees in 2024.

Note 3: Property, plant and equipment

During 2024, the company entered into a 30-year heat supply agreement with Vestforbrænding for a geothermal project located in Virum, Denmark. The project remains in its initial development phase, with a seismic survey successfully completed in 2024 to evaluate the geothermal potential of the site.

Note 4: Related parties

The company has not entered into any transactions with related parties that were not on an arm's length basis.

The company is included in the consolidated financial statements of Innargi Holding A/S, Business Registration No 40 56 96 42, Amerika Plads 29, DK-2100 København Ø.

Note 5: Significant accounting policies

The Financial Statements for 2024 for Innargi Project II P/S have been prepared on a going concern basis and in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, with a selection of certain requirements from reporting class C.

The financial statements are presented in DKK.

Note 5: Significant accounting policies (continued)

INCOME STATEMENT

Other external expenses

Other external expenses comprise expenses for administration, office supplies, etc.

Other financial income and expenses

Other financial items comprise interest, bank fees, currency adjustments etc.

Tax

The company is not liable to tax

BALANCE SHEET

Property, plant and equipment

Properties are measured at cost less accumulated depreciation and impairment losses. Depreciation is charged to the income statement on a straight-line basis over the useful lives at an estimated residual value. The useful lives of buildings are 20 years. Land is not depreciated. Estimated useful lives and residual values are reassessed on a regular basis.

Cost comprises the acquisition price as well as costs directly associated with the asset until such time as the asset is ready for its intended use.

Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Plant and equipment under construction includes directly attributable expenses related to materials and components that concerns the construction of the assets as well as the net present value of estimated costs of removal and restoration. Other equipment comprise materials and components intended for the project but not yet deployed in the construction of the plant.

Receivables

Receivables are generally recognised at nominal value, substantially corresponding to amortised cost and impaired for expected losses. Impairment of receivables are based on the expected loss model as described in IFRS 9.

Cash and bank balances

Cash and bank balances comprise cash in bank deposits.

Liabilities

Other financial liabilities are measured at amortised cost, substantially corresponding to nominal value.



Management's statement

Copenhagen, 29 April 2025

Executive Board

Lars Bjørn Heineke

Board of Directors

Samir Abboud
Chairperson

Lars Bjørn Heineke

Lars Petersen

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Innargi Project II P/S for the financial year 15 May–31 December 2024.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position at 31 December 2024 of the company and of the results of the company's operations for 2024.

In our opinion, management review includes a true and fair account of the development in the operations and financial circumstances of the company, of the results for the year and of the financial position of the company as well as a description of the most significant risks and elements of uncertainty facing the company.

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

Independent Auditor's Report

To the shareholder of Innargi Project II P/S

OPINION

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2024, and of the results of the Company's operations for the financial year 15 May - 31 December 2024 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Innargi Project II P/S for the financial year 15 May - 31 December 2024, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("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 Company 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 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 Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been

prepared in accordance with the requirements of the Danish Financial Statements Act. 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 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 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 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 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 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 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 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 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 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.

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.

Copenhagen, 29 April 2025

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
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