



## ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2019 - GENERELL INFORMASJON

### Enheten

Organisasjonsnummer: 915 916 503  
Organisasjonsform: Aksjeselskap  
Foretaksnavn: MONITOR POWER SYSTEMS AS  
Forretningsadresse: Stubbesetlie 2  
2960 RØN

### Regnskapsår

Årsregnskapets periode: 01.01.2019 - 31.12.2019

### Konsern

Morselskap i konsern: Nei

### Regnskapsregler

Regler for små foretak benyttet: Ja  
Benyttet ved utarbeidelsen av årsregnskapet til selskapet: IFRS

### Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Bjørn Qvarfordt Aaserød  
Dato for fastsettelse av årsregnskapet: 31.08.2020

### Grunnlag for avgivelse

År 2019: Årsregnskapet er elektronisk innlevert  
År 2018: Tall er hentet fra elektronisk innlevert årsregnskap fra 2019

*Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.*

Brønnøysundregistrene, 29.10.2021



### Resultatregnskap

| Beløp i: NOK                              | Note | 2019     | 2018    |
|---|------|----------|---------|
| <b>RESULTATREGNSKAP</b>                   |      |          |         |
| <b>Inntekter</b>                          |      |          |         |
| Sum inntekter                             |      | 0        | 0       |
| <b>Kostnader</b>                          |      |          |         |
| Avskrivninger                             | 11   | 160 177  | 0       |
| Administrative kostnader                  | 3    | 458 885  | 12 250  |
| Sum kostnader                             |      | 619 062  | 12 250  |
| Driftsresultat                            |      | -619 062 | -12 250 |
| <b>Finansinntekter og finanskostnader</b> |      |          |         |
| Annen finansinntekt                       | 4,11 | 0        | 24      |
| Sum finansinntekter                       |      | 0        | 24      |
| Annen finanskostnad                       | 4,11 | 21 640   | 684     |
| Sum finanskostnader                       |      | 21 640   | 684     |
| Netto finans                              |      | -21 640  | -660    |
| Ordinært resultat før skattekostnad       |      | -640 702 | -12 910 |
| Ordinært resultat etter skattekostnad     |      | -640 702 | -12 910 |
| Årsresultat                               |      | -640 702 | -12 910 |
| <b>Overføringer og disponeringer</b>      |      |          |         |
| Overføring til opptjent egenkapital       |      | -640 702 | -12 910 |
| Sum overføringer og disponeringer         |      | -640 702 | -12 910 |



### Balanse

| Beløp i: NOK                                   | Note | 2019           | 2018          |
|--|------|----------------|---------------|
| <b>BALANSE - EIENDELER</b>                     |      |                |               |
| <b>Anleggsmidler</b>                           |      |                |               |
| <b>Immaterielle eiendeler</b>                  |      |                |               |
| <b>Varige driftsmidler</b>                     |      |                |               |
| Bruksrettigheter                               | 11   | 663 590        | 0             |
| <b>Sum varige driftsmidler</b>                 |      | <b>663 590</b> | <b>0</b>      |
| <b>Sum anleggsmidler</b>                       |      | <b>663 590</b> | <b>0</b>      |
| <b>Omløpsmidler</b>                            |      |                |               |
| <b>Varer</b>                                   |      |                |               |
| <b>Sum varer</b>                               |      | <b>0</b>       | <b>0</b>      |
| <b>Fordringer</b>                              |      |                |               |
| <b>Sum fordringer</b>                          |      | <b>0</b>       | <b>0</b>      |
| <b>Investeringer</b>                           |      |                |               |
| <b>Sum investeringer</b>                       |      | <b>0</b>       | <b>0</b>      |
| <b>Bankinnskudd, kontanter og lignende</b>     |      |                |               |
| Bankinnskudd                                   | 6    | -9             | 266           |
| <b>Sum bankinnskudd, kontanter og lignende</b> |      | <b>-9</b>      | <b>266</b>    |
| <b>Sum omløpsmidler</b>                        |      | <b>-9</b>      | <b>266</b>    |
| <b>SUM EIENDELER</b>                           |      | <b>663 581</b> | <b>266</b>    |
| <b>BALANSE - EGENKAPITAL OG GJELD</b>          |      |                |               |
| <b>Egenkapital</b>                             |      |                |               |
| <b>Innskutt egenkapital</b>                    |      |                |               |
| Aksjekapital                                   | 8    | 30 000         | 30 000        |
| Annen innskutt egenkapital                     |      | -88 484        | -5 666        |
| <b>Sum innskutt egenkapital</b>                |      | <b>-58 484</b> | <b>24 334</b> |



## Balanse

| Beløp i: NOK                             | Note   | 2019             | 2018           |
|--|--------|------------------|----------------|
| <b>Opptjent egenkapital</b>              |        |                  |                |
| Udekket tap                              |        | 640 701          | 82 817         |
| <b>Sum opptjent egenkapital</b>          |        | <b>-640 701</b>  | <b>-82 817</b> |
| <b>Sum egenkapital</b>                   |        | <b>-699 185</b>  | <b>-58 483</b> |
| <b>Gjeld</b>                             |        |                  |                |
| <b>Langsiktig gjeld</b>                  |        |                  |                |
| <b>Sum avsetninger for forpliktelser</b> |        | <b>0</b>         | <b>0</b>       |
| <b>Annen langsiktig gjeld</b>            |        |                  |                |
| Langsiktige leieforpliktelser            | 11     | 409 134          | 0              |
| <b>Sum annen langsiktig gjeld</b>        |        | <b>409 134</b>   | <b>0</b>       |
| <b>Sum langsiktig gjeld</b>              |        | <b>409 134</b>   | <b>0</b>       |
| <b>Kortsiktig gjeld</b>                  |        |                  |                |
| Leverandørgjeld                          | 7,9,10 | 518 190          | 58 749         |
| Kortsiktige leieforpliktelser            | 11     | 435 443          | 0              |
| <b>Sum kortsiktig gjeld</b>              |        | <b>953 633</b>   | <b>58 749</b>  |
| <b>Sum gjeld</b>                         |        | <b>1 362 767</b> | <b>58 749</b>  |
| <b>SUM EGENKAPITAL OG GJELD</b>          |        | <b>663 582</b>   | <b>266</b>     |



To the General Meeting of Monitor Power Systems AS

## *Independent Auditor's Report*

### *Report on the Audit of the Financial Statements*

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#### *Opinion*

We have audited the financial statements of Monitor Power Systems AS, which comprise the statement of financial position as of 31 December 2019, the income statement and statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are prepared in accordance with law and regulations and give a true and fair view of the financial position of the Company as at 31 December 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by EU.

#### *Basis for Opinion*

We conducted our audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (ISAs). Our responsibilities under those standards 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 as required by laws and regulations, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Responsibilities of the Board of Directors for the Financial Statements*

The Board of Directors (management) is responsible for the preparation in accordance with law and regulations, including fair presentation of the financial statements in accordance with International Financial Reporting Standards as adopted by the EU, 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 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

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*PricewaterhouseCoopers AS, Dronning Eufemias gate 71, Postboks 748 Sentrum, NO-0106 Oslo  
T: 02316, org. no.: 987 009 713 VAT, www.pwc.no  
State authorised public accountants, members of The Norwegian Institute of Public Accountants, and authorised accounting firm*



Independent Auditor's Report - Monitor Power Systems AS

that an audit conducted in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to <https://revisorforeningen.no/revisjonsberetninger>

### *Report on Other Legal and Regulatory Requirements*

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#### *Opinion on Registration and Documentation*

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, *Assurance Engagements Other than Audits or Reviews of Historical Financial Information*, it is our opinion that management has fulfilled its duty to produce a proper and clearly set out registration and documentation of the Company's accounting information in accordance with the law and bookkeeping standards and practices generally accepted in Norway.

Oslo, 31 August 2020  
**PricewaterhouseCoopers AS**

Thomas Whyte Gaardsø  
State Authorised Public Accountant  
(This document is signed electronically)

(2)



 Securely signed with Brevio

## Revisjonsberetning

### Signers:

| <i>Name</i>           | <i>Method</i> | <i>Date</i>      |
|-----------------------|---------------|------------------|
| Gaardsø, Thomas Whyte | BANKID_MOBILE | 2020-09-01 13:53 |

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of the document.



Skatteetaten

|                               |                                    |  |
|-------------------------------|------------------------------------|--|
| Vår dato<br>11.03.2019        | Din/Deres dato<br>06.03.2019       | Saksbehandler<br>Torstein Kinden Helleland         |
| 800 80 000<br>Skatteetaten.no | Din/Deres referanse<br>M 2510145.5 | Telefon<br>22078139                                |
| Org.nr<br>974761076           | Vår referanse<br>2019/5494989      | Postadresse<br>Postboks 9200 Grønland<br>0134 OSLO |

ADVOKATFIRMAET HJORT DA  
Postboks 471 Sentrum  
0105 OSLO

## Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk for Monitor Power Systems AS, org.nr. 915 916 503

Vi viser til deres brev av 6. mars 2019 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for Monitor Power Systems AS.

Skattedirektoratet gir på bakgrunn av en konkret vurdering Monitor Power Systems AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som vedtaket baserer seg på ikke endres vesentlig.

Kopi av dette brevet må sendes Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Det påligger den regnskapspliktige å dokumentere ved dette brev at tillatelsen er gitt.

### Bakgrunn

Fra søknaden gjengis;

*Selskapet er 100 % eid av Cambridge Group Holdings LLC, DOS ID 5442145, som er et amerikansk selskap med forretningsadresse 110 W 40th Street, New York, USA. Det planlegges at Selskapet skal erverve og etablere utenlandske heleide selskap som skal drive konsernets internasjonale virksomhet innen produksjon og salg av elektrisk kraft. Selskapet vil da inngå i et internasjonalt konsern.*

### Skattedirektoratets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal "årsregnskapet og årsberetningen ... være på norsk. Departementet kan ved ... enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk."

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap m.v., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:

*"Regjeringen har som siktemål at regnskapsloven skal bidra til informative regnskaper for ulike grupper av regnskapsbrukere. Regnskapsbrukerne er dels investorer og kreditorer som tilfører kapital til foretakene, og dels andre grupper som har interesse av å vite hvordan foretaket drives, f.eks. de ansatte og lokalsamfunnet. Informasjonen til kapitalmarkedet skal gi grunnlag for riktig prising av finansielle objekter. Riktig prisdannelse på aksjer er en forutsetning for at ressursbruken i samfunnsøkonomien skal bli best*



*mulig. Gode regnskaper vil også gjøre det vanskeligere for markedsdeltakere å ta ut spekulasjonsgevinster med basis i skjevt fordelt informasjon.”*

Det fremgår således at et av hovedformålene med regnskapsloven er å bidra til *“informative regnskaper for ulike grupper av regnskapsbrukere”*. Regnskapsbrukere vil omfatte, jf. uttalelsen i proposisjonen, blant andre investorer, kreditorer, ansatte og lokalsamfunnet.

Det er etter Skattedirektoratets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt vekt på at selskapet er eid av et utenlandsk selskap. Eierkretsen er begrenset. Selskapet inngår i et internasjonalt konsern. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Henning Stokke  
seniorrådgiver  
Juridisk avdeling  
Skattedirektoratet

Torstein Kinden Helleland

*Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.*



# **Monitor Power Systems AS**

## **Financial Statements 2019**



### Income statement and statement of comprehensive Income

| <i>Amounts in NOK</i>                       | Note  | 2019             | 2018            |
|---|-------|------------------|-----------------|
| Administrative expenses                     | 3     | (458 885)        | (12 250)        |
| <b>Operating profit/(loss)</b>              |       | <b>(458 885)</b> | <b>(12 250)</b> |
| Depreciation                                | 11    | (160 177)        | -               |
| <b>Profit/(loss) before financial items</b> |       | <b>(619 062)</b> | <b>(12 250)</b> |
| Finance income                              |       | -                | 24              |
| Finance costs                               |       | (21 640)         | (684)           |
| Net financial income/(expense)              | 4, 11 | <b>(21 640)</b>  | <b>(660)</b>    |
| <b>Net loss before income tax</b>           |       | <b>(640 702)</b> | <b>(12 910)</b> |
| Income tax expense                          | 5     | -                | -               |
| <b>Net income/(loss) for the period</b>     |       | <b>(640 702)</b> | <b>(12 910)</b> |

### Statement of comprehensive income

| <i>Amounts in NOK</i>                            | 2019             | 2018            |
|--|------------------|-----------------|
| Net income/(loss) for the period                 | (640 702)        | (12 910)        |
| <b>Total comprehensive income for the period</b> | <b>(640 702)</b> | <b>(12 910)</b> |

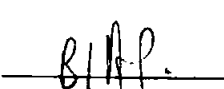


## Statement of financial position

| Amounts in NOK                       | Note     | 2019             | 2018            |
|--------------------------------------|----------|------------------|-----------------|
| <b>ASSETS</b>                        |          |                  |                 |
| <b>Non-current assets</b>            |          |                  |                 |
| Right-of-use assets                  | 11       | 663 590          | -               |
| <b>Total non-current assets</b>      |          | <b>663 590</b>   | <b>-</b>        |
| <b>Current assets</b>                |          |                  |                 |
| Cash and cash equivalents            | 6        | (9)              | 266             |
| <b>Total current assets</b>          |          | <b>(9)</b>       | <b>266</b>      |
| <b>Total assets</b>                  |          | <b>663 581</b>   | <b>266</b>      |
| <b>EQUITY</b>                        |          |                  |                 |
| Share capital                        | 8        | 30 000           | 30 000          |
| Retained earnings                    |          | (729 185)        | (88 483)        |
| <b>Total equity</b>                  |          | <b>(699 185)</b> | <b>(58 483)</b> |
| <b>LIABILITIES</b>                   |          |                  |                 |
| <b>Non-current liabilities</b>       |          |                  |                 |
| Lease liabilities                    | 11       | 409 134          | -               |
| <b>Total non-current liabilities</b> |          | <b>409 134</b>   | <b>-</b>        |
| <b>Current liabilities</b>           |          |                  |                 |
| Lease liabilities                    | 11       | 435 443          | -               |
| Short-term loan and other payables   | 7, 9, 10 | 518 190          | 58 749          |
| <b>Total current liabilities</b>     |          | <b>953 633</b>   | <b>58 749</b>   |
| <b>Total equity and liabilities</b>  |          | <b>663 582</b>   | <b>266</b>      |

Oslo, 31 August, 2020

Board of Directors of Monitor Power Systems AS

  
Bjørn Qvarfordt Aaserød  
Chairman of the Board of Directors

  
Knut Arne Svartberg  
Director







### Statement of financial position

| <i>Amounts in NOK</i>                | Note     | 2019             | 2018            |
|--------------------------------------|----------|------------------|-----------------|
| <b>ASSETS</b>                        |          |                  |                 |
| <b>Non-current assets</b>            |          |                  |                 |
| Right-of-use assets                  | 11       | 663 590          | -               |
| <b>Total non-current assets</b>      |          | <b>663 590</b>   | <b>-</b>        |
| <b>Current assets</b>                |          |                  |                 |
| Cash and cash equivalents            | 6        | (9)              | 266             |
| <b>Total current assets</b>          |          | <b>(9)</b>       | <b>266</b>      |
| <b>Total assets</b>                  |          | <b>663 581</b>   | <b>266</b>      |
| <b>EQUITY</b>                        |          |                  |                 |
| Share capital                        | 8        | 30 000           | 30 000          |
| Retained earnings                    |          | (729 185)        | (88 483)        |
| <b>Total equity</b>                  |          | <b>(699 185)</b> | <b>(58 483)</b> |
| <b>LIABILITIES</b>                   |          |                  |                 |
| <b>Non-current liabilities</b>       |          |                  |                 |
| Lease liabilities                    | 11       | 409 134          | -               |
| <b>Total non-current liabilities</b> |          | <b>409 134</b>   | <b>-</b>        |
| <b>Current liabilities</b>           |          |                  |                 |
| Lease liabilities                    | 11       | 435 443          | -               |
| Short-term loan and other payables   | 7, 9, 10 | 518 190          | 58 749          |
| <b>Total current liabilities</b>     |          | <b>953 633</b>   | <b>58 749</b>   |
| <b>Total equity and liabilities</b>  |          | <b>663 582</b>   | <b>266</b>      |

Oslo, 31 August, 2020

Board of Directors of Monitor Power Systems AS

\_\_\_\_\_  
Bjørn Qvarfordt Aaserød  
Chairman of the Board of Directors

\_\_\_\_\_  
Knut Arne Svarteberg  
Director



**Statement of changes in equity**

| <i>Amounts in NOK</i>                      | <b>Nominal share<br/>capital</b> | <b>Retained<br/>earnings</b> | <b>Total<br/>equity</b> |
|--|----------------------------------|------------------------------|-------------------------|
| <b>Total equity as at 31 December 2017</b> | 30 000                           | (75 574)                     | (45 574)                |
| Net income/(loss) for the period           |                                  | (12 910)                     | (12 910)                |
| Other comprehensive income for the period  | -                                | -                            | -                       |
| <b>Total equity as at 31 December 2018</b> | 30 000                           | (88 484)                     | (58 484)                |
| Net income/(loss) for the period           |                                  | (640 701)                    | (640 701)               |
| Other comprehensive income for the period  | -                                | -                            | -                       |
| <b>Total equity as at 31 December 2019</b> | 30 000                           | (729 185)                    | (699 185)               |



### Statement of cash flows

| <i>Amounts in NOK</i>  | Note | 2019         | 2018            |
|--|------|--------------|-----------------|
| <b>Cash flows from operating activities</b>                      |      |              |                 |
| Net Income   |      | (640 701)    | (12 910)        |
| Adjustment to reconcile net income:                              |      |              |                 |
| Depreciation right-of-use assets                                 |      | 160 177      |                 |
| Leasing interests  |      | 20 810       |                 |
| Changes in accrual and other payables                            |      | 459 441      | (26 749)        |
| <b>Net cash inflow / (outflow) from operating activities</b>     |      | <b>(273)</b> | <b>(39 659)</b> |
| <b>Cash flows from investing activities</b>                      |      |              |                 |
| <b>Net cash inflows (outflow) from investing activities</b>      |      | <b>-</b>     | <b>-</b>        |
| <b>Cash flows from financing activities</b>                      |      |              |                 |
| Increase current lease liability                                 |      | 414 630      |                 |
| Increase non-current lease liability                             |      | 409 134      |                 |
| Implementation effect  |      | (823 767)    |                 |
| Proceeds from loan related party                                 | 10   | -            | 16 655          |
| <b>Net cash inflow / (outflow) from financing activities</b>     |      | <b>(3)</b>   | <b>16 655</b>   |
| <b>Net increase / (decrease) in cash and cash equivalents</b>    |      |              |                 |
| Cash and cash equivalents at the beginning of the financial year |      | 267          | 23 270          |
| Change in cash and cash equivalents                              |      | (276)        | (23 004)        |
| Cash and cash equivalents at end of year                         | 6    | (9)          | 267             |



## Notes to the Financial Statements

### Note 1: General Information

Monitor Power Systems AS (the "Company") is a Limited Company in Norway, and was incorporated in 2015. Its registered office address is Stubbesetlie 2, 2960 Røn.

The company serves an administrative office and holding company. The company designs and develops turn-key, sustainable power generation systems and energy solutions in developing countries.

These financial statements have been approved for issuance by the board of directors on 31 August 2020, and are subject to approval by the Annual General Meeting (AGM) on 31 August 2020.

As at 31 December 2019, company had negative equity. The company has received a letter from Bjørn Aaserud and Stubset AS, related parties, confirming that a repayment notice related to the short-term loans to related parties and accumulated interest will only be made provided the equity is rectified and the company is appropriately funded.

The company is in the process to raise additional capital to develop its operations.

### Note 2: General accounting principles

The general accounting policies applied in the preparation of these financial statements are set out below. Specific accounting principles are described in the relevant notes.

#### *Basis for preparation*

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU) and in accordance with the additional requirements following the Norwegian Accounting Act.

The financial statements have been prepared on a historical cost basis.

The financial statements are presented in NOK.

#### *Foreign currency*

These financial statements are presented in Norwegian Kroner, which is the Company's functional currency.

Foreign currency transactions are translated into the functional currency using the exchange rates at the transaction date. Monetary balances in foreign currencies are translated into the functional currency at the exchange rates on the date of the balance sheet. Foreign exchange gains and losses resulting from the settlement of such transactions, and from the translation of monetary assets and liabilities denominated in foreign currencies are generally recognized in the income statement.

#### *New standards and interpretations not yet adopted by the group*



There are a number of standards, amendments to standards, and interpretations which have been issued by the IASB that are effective in future accounting periods that the group has decided not to adopt early. The most significant is described below.

*IFRS 16 Leases (effective date 1 January 2019 and approved by the EU)*

IFRS 16 was issued in January 2016. It will result in almost all leases being recognized on the balance sheet by lessees, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognized. The only exceptions are short-term (less than 12 months) and low-value leases.

IASB has also issued several small changes and clarifications in several different standards where the changes have not yet been implemented or approved by the EU.

There are no other standards that are not yet effective and that would be expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

**Note 3: Expenses by nature**

In the Income Statement, expenses are presented by function. The table below presents the expenses by nature

| <i>Amounts in NOK</i>          | <b>2019</b>    | <b>2018</b>   |
|--------------------------------|----------------|---------------|
| Professional Services          | 458 885        | 12 250        |
| <b>Administrative Expenses</b> | <b>458 885</b> | <b>12 250</b> |

The company do not have any employees. The board members have received no allowance.

The audit fee expensed in 2019 is 377.635 and fee for technical assistance in preparing tax return and financial statements is 81.250. Both amounts include VAT.

**Note 4: Net financial income/ (expense)**

| <i>Amounts in NOK</i>                 | <b>2019</b>     | <b>2018</b>  |
|---------------------------------------|-----------------|--------------|
| Interest Income                       | 0               | 24           |
| Total Finance Income                  | 0               | 24           |
| Interest expense                      | (601)           | (484)        |
| Bank fees                             | (229)           | (200)        |
| Other finance costs                   | (20 810)        | 0            |
| Total Finance Expense                 | (21 640)        | (684)        |
| <b>Net financial income/(expense)</b> | <b>(21 640)</b> | <b>(660)</b> |



## Note 5: Tax expense

### Accounting principles

Income tax expense for the period comprises current tax expense and deferred tax expense.

Tax is recognized in the income statement, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In these cases, the tax is also recognized in other comprehensive income or directly in equity.

Deferred tax assets and liabilities are calculated on the basis of existing temporary differences between the carrying amounts of assets and liabilities in the financial statements and their tax basis, together with tax losses carried forward at the balance sheet date. Deferred tax assets and liabilities are calculated based on the tax rates and tax legislation that are expected to apply when the assets are realized, or the liabilities are settled, based on the tax rates and tax legislation that have been enacted or substantially enacted on the balance sheet date. Deferred tax assets are recognized only to the extent that it is probable that future taxable profits will be available, against which the assets can be utilized. Deferred tax assets and liabilities are not discounted. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities, and when the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

### Specification of income tax

| <i>Amounts in NOK</i>           | <b>2019</b> | <b>2018</b> |
|---------------------------------|-------------|-------------|
| Income tax payable              | -           | -           |
| Deferred tax income             | -           | -           |
| <b>Total income tax expense</b> | <b>-</b>    | <b>-</b>    |

### Specification of tax effects of temporary differences

| <i>Amounts in NOK</i>                         | <b>2019</b> | <b>2018</b> |
|---|-------------|-------------|
| Temporary differences due to IFRS 16          | (180 987)   | -           |
| Tax losses carried forward                    | 159 574     | 19 466      |
| Total basis for deferred tax                  | (21 412)    | 19 466      |
| Deferred tax asset not recognised             | 21 412      | (19 466)    |
| <b>Deferred tax asset (+) / liability (-)</b> | <b>-</b>    | <b>-</b>    |

Capitalization of deferred income tax assets is subject to strict requirements in respect of the ability to substantiate sufficient taxable profit will be available against which the unused tax losses can be utilized. Based on these requirements, no deferred tax asset has been recognized.

The tax rate changed from 23% to 22% effective as of 1 January 2018.



## Reconciliation of effective tax rate

| <i>Amounts in NOK</i>  | <b>2019</b> | <b>2018</b> |
|--|-------------|-------------|
| Net loss before tax  | (640 702)   | (12 910)    |
| Expected income tax assessed at the tax rate 22% (23%)             | 140 954     | 2 969       |
| <i>Adjusted for tax effect of the following items:</i>             |             |             |
| Permanent differences  | -           | -           |
| Change in temporary differences                                    | (39 817)    |             |
| Change in not recognised deferred tax asset/valuation allowance *) | (101 137)   | (2 969)     |
| <b>Total income tax expense</b>                                    | -           | -           |
| <i>Effective income tax rate</i>                                   | 0 %         | 0 %         |

\*Absorbs also the differences in tax rates for tax expenses and tax balances and are as a consequence not directly comparable with deferred tax assets not recognized above.

## Note 6: Cash and cash equivalents

| <i>Amounts in NOK</i>            | <b>2019</b> | <b>2018</b> |
|----------------------------------|-------------|-------------|
| Bank deposits                    | (9)         | 266         |
| <b>Cash and cash equivalents</b> | <b>(9)</b>  | <b>266</b>  |

All cash and cash equivalents are bank deposits.

## Note 7: Short-term loan and other payables

### Accounting principles

Short-term loans are initially recognized at fair value, and subsequently measured at amortized cost using the effective interest method, if the amortization effect is material.

### Description

| <i>Amounts in NOK</i>                 | <b>2019</b>    | <b>2018</b>   |
|---------------------------------------|----------------|---------------|
| Other payables                        | 458 885        | -             |
| Short term loan to related party      | 59 305         | 58 749        |
| <b>Total trade and other payables</b> | <b>518 190</b> | <b>58 749</b> |



## Note 8: Share capital

|                                       | Number of shares | Share capital in NOK |
|---------------------------------------|------------------|----------------------|
| <b>Balance as of 31 December 2018</b> | <b>30 000</b>    | <b>30 000</b>        |
| <b>Issued during the year</b>         | <b>-</b>         | <b>-</b>             |
| <b>Balance as of 31 December 2019</b> | <b>30 000</b>    | <b>30 000</b>        |

The equity is fully paid. The company is owned 100% by Monitor Power Systems Inc., US. The parent company do not prepare consolidated financial statements.

## Note 9: Risk management

### Categories of financial liabilities

| Amounts in NOK                     | Category                   | 2019          | 2018          |
|------------------------------------|----------------------------|---------------|---------------|
| <i>Financial liabilities:</i>      |                            |               |               |
| Short-term loan to related party   | Measured at amortized cost | 59 305        | 58 749        |
| <b>Total financial liabilities</b> |                            | <b>59 305</b> | <b>58 749</b> |

The carrying amount of all the current financial liabilities is approximately equal to fair value since these instruments have a short term to maturity, and thus the time value is not material.

### Financial risk

The company has had limited operation in 2019 and has been funded by its owner. The Board of Directors is implementing Risk Management procedures for 2020 when it is expected to commence substantial operating activities.

### Liquidity risk

Liquidity risk is the risk of being unable to pay financial liabilities as they come due. The company's approach to managing liquidity risk is to ensure that it will always have sufficient liquidity to meet its financial liabilities as they come due.

## Note 10: Related parties



The related party is representing a loan from Chairman and from a company owned by the Chairman, who have paid various expenses on behalf of the company.

| <i>Amounts in NOK</i>                       | <b>2019</b> | <b>2018</b> |
|---|-------------|-------------|
| <b>Short-term loan to related companies</b> |             |             |
| Bjørn Q. Aaserød                            | 55 000      | 55 000      |
| Stubeset AS                                 | 4 305       | 3 749       |
| <b>Interest expense</b>                     |             |             |
| Stubeset AS                                 | 556         | 484         |

The balance of NOK 4 305 (3 749) for due to Stubeset AS includes accumulated interest costs of NOK 556 in 2019 (484 in 2018).

#### Note 11: Leases

All leases for the company is reflected on the balance sheet as a right-of-use asset and a lease liability. There is only one lease and that is related to an office in Oslo, Norway.

The lease generally imposes a restriction that, unless there is a contractual right for the company to sublet the asset to another party, the right-of-use asset can only be used by the company. Leases are either non-cancellable or may only be cancelled by incurring a substantive termination fee. Some leases contain an option to purchase the underlying leased asset outright at the end of the lease, or to extend the lease for a further term. The company is prohibited from selling or pledging the underlying leased assets as security. For leases over office buildings and factory premises the company must keep those properties in a good state of repair and return the properties in their original condition at the end of the lease. Further, the company must insure items of property, plant and equipment and incur maintenance fees on such items in accordance with the lease contracts. The table below describes the nature of the Group's leasing activities by type of right-of-use asset recognised on balance sheet:

| Right-of-use Asset leased | No of right-of-use assets<br>Range of remaining term | Average remaining lease term | No. Of leases with extension options | No of leases with options to purchase | No of leases with variable payments linked to an index | No of leases with termination options |
|---------------------------|--|------------------------------|--------------------------------------|---------------------------------------|--|---------------------------------------|
| Office building           | 1 36 Months  | 29 Months                    | 0                                    | 0                                     | 0  | 0                                     |

#### Right-of-use assets

Additional information on the right-of-use assets by class of assets is as follows:

| Asset           | Carrying amount (NOK) | Additions (NOK) | Depreciation (NOK) | Impairment (NOK) | Right-of-use asset at 31.12.2019 |
|-----------------|-----------------------|-----------------|--------------------|------------------|----------------------------------|
| Office building | 1                     | 0               | 823 767            | 160 177          | 0                                |
|                 |                       |                 |                    |                  | 663 590                          |



## *Lease liabilities*

Lease liabilities are only related to the lease of offices in Oslo, and are presented in the statement of financial position as follows:

| <i>(NOK)</i>   | 31.12.2019     | 31.12.2018 |
|--|----------------|------------|
| Undiscounted lease liabilities and due dates               |                |            |
| < 1 year   | 475 000        | -          |
| 1-2 years  | 300 000        | -          |
| 2-3 years  | 125 000        | -          |
| > 3 years  | -              | -          |
| <b>Total undiscounted lease liabilities as of year end</b> | <b>900 000</b> | <b>-</b>   |
| Discounts  | -55 058        | -          |
| <b>Total lease liabilities (balance)</b>                   | <b>844 942</b> | <b>-</b>   |
| Current  | 435 443        | -          |
| Non-current  | 409 134        | -          |

## *IFRS 16 effects on the income statement (NOK):*

|                                     |               |
|-------------------------------------|---------------|
| Depreciation of right-to-use assets | -160 177      |
| Lease payments                      | 175 000       |
| <b>Effect on operating profit</b>   | <b>14 823</b> |
| Interest costs on lease liability   | -24 228       |
| <b>Effect on profit before tax</b>  | <b>-9 405</b> |

## **Note 12: Events after the balance sheet date**

In the period between 31 December 2019 and the date of these financial statements, the board of directors is not aware of any matter or circumstance not otherwise dealt with in this report that has significantly affected, or may significantly affect, the operations of the Company. Covid-19 has not affected the Company as it currently has no employees or operations.