



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2019 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 987 271 027
Organisasjonsform: Aksjeselskap
Foretaksnavn: RAPID POWER AS
Forretningsadresse: c/o Statkraft SF
Kraftverksgruppen Rana
8607 MO I RANA

Regnskapsår

Årsregnskapets periode: 01.01.2019 - 31.12.2019

Konsern

Morselskap i konsern: Nei

Regnskapsregler

Regler for små foretak benyttet: Nei
Benyttet ved utarbeidelsen av årsregnskapet til selskapet: Regnskapslovens alminnelige regler

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Anssi Sinkkonen
Dato for fastsettelse av årsregnskapet: 28.04.2020

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, 02.05.2021



Resultatregnskap

| Beløp i: NOK | Note | 2019 | 2018 |
|--|------|--------------------|--------------------|
| RESULTATREGNSKAP | | | |
| Inntekter | | | |
| Annen driftsinntekt | | 414 059 490 | 452 094 832 |
| Sum inntekter | | 414 059 490 | 452 094 832 |
| Kostnader | | | |
| Varekostnad | | 412 679 728 | 449 889 487 |
| Annen driftskostnad | 2 | 487 714 | 305 900 |
| Sum kostnader | | 413 167 442 | 450 195 387 |
| Driftsresultat | | 892 048 | 1 899 445 |
| Finansinntekter og finanskostnader | | | |
| Annen finansinntekt | | 2 446 176 | 539 676 |
| Sum finansinntekter | | 2 446 176 | 539 676 |
| Annen finanskostnad | | 3 051 238 | 1 908 083 |
| Sum finanskostnader | | 3 051 238 | 1 908 083 |
| Netto finans | | -605 062 | -1 368 407 |
| Ordinært resultat før skattekostnad | | 286 986 | 531 038 |
| Skattekostnad på ordinært resultat | 5 | 63 141 | 122 119 |
| Ordinært resultat etter skattekostnad | | 223 845 | 408 919 |
| Årsresultat | | 223 845 | 408 919 |
| Overføringer og disponeringer | | | |
| Overføringer annen egenkapital | 6 | 223 845 | 408 919 |
| Sum overføringer og disponeringer | | 223 845 | 408 919 |



Balanse

| Beløp i: NOK | Note | 2019 | 2018 |
|--|------|--------------------|--------------------|
| BALANSE - EIENDELER | | | |
| Anleggsmidler | | | |
| Immaterielle eiendeler | | | |
| Sum anleggsmidler | | 0 | 0 |
| Omløpsmidler | | | |
| Varer | | | |
| Fordringer | | | |
| Kundefordringer | 4 | 106 053 534 | 198 192 859 |
| Andre fordringer | | 119 698 749 | 274 002 192 |
| Sum fordringer | | 225 752 283 | 472 195 051 |
| Bankinnskudd, kontanter og lignende | | | |
| Sum bankinnskudd, kontanter og lignende | | 29 622 086 | 32 058 925 |
| Sum omløpsmidler | | 255 374 369 | 504 253 976 |
| SUM EIENDELER | | 255 374 369 | 504 253 976 |
| BALANSE - EGENKAPITAL OG GJELD | | | |
| Egenkapital | | | |
| Innskutt egenkapital | | | |
| Aksjekapital | 6, 7 | 1 000 000 | 1 000 000 |
| Overkurs | 6 | 6 600 | 6 600 |
| Sum innskutt egenkapital | | 1 006 600 | 1 006 600 |
| Opptjent egenkapital | | | |
| Annen egenkapital | 6 | 4 898 717 | 4 674 874 |
| Sum opptjent egenkapital | | 4 898 717 | 4 674 874 |
| Sum egenkapital | | 5 905 317 | 5 681 474 |



Balanse

| Beløp i: NOK | Note | 2019 | 2018 |
|---------------------------------|-------------|--------------------|--------------------|
| Sum langsiktig gjeld | | 0 | 0 |
| Kortsiktig gjeld | | | |
| Gjeld til kredittinstitusjoner | | | 13 343 402 |
| Leverandørgjeld | | 135 452 729 | 144 576 132 |
| Betalbar skatt | 5 | 63 141 | 122 119 |
| Skyldige offentlige avgifter | | 2 359 600 | 1 214 073 |
| Annen kortsiktig gjeld | 4 | 111 593 582 | 339 316 776 |
| Sum kortsiktig gjeld | | 249 469 052 | 498 572 502 |
| Sum gjeld | | 249 469 052 | 498 572 502 |
| SUM EGENKAPITAL OG GJELD | | 255 374 369 | 504 253 976 |



Skattedirektoratet

| | | |
|--|-----------------------------------|------------------------------|
| Saksbehandler Torstein Kinden Helleland | Deres dato 05.07.2016 | Vår dato 17.08.2016 |
| Telefon 22078139 | Deres referanse Øyvind Oisgård | Vår referanse 2016/713528 |

RAPID POWER AS
c/o Visma Services AS
Postboks 342 Sentrum
0101 OSLO

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk for Rapid Power AS, org. nr. 987 271 027

Vi viser til deres brev av 5. juli 2016 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for Rapid Power AS.

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering Rapid Power AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen forutsetter at 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

Rapid Power AS er 100 % eiet av det finske selskapet Rapid Power OY. Selskapet produserer kraft i Norge og flytter den til Finland. Eneste kunde er morselskapet. Arbeidsspråket er engelsk. Styret har utenlandske medlemmer. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

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

Postadresse
Postboks 9200 Grønland
0134 Oslo

Besøksadresse: Sentralbord
Se www.skatteetaten.no 800 80 000
Org.nr: 996250318 Telefaks
E-post: skatteetaten.no/sendepost 22 17 08 60



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 særlig vekt på at selskapet er eiet av et utenlandsk selskap. Eierkretsen er begrenset. Arbeidsspråket er engelsk. Styret har utenlandske medlemmer. Videre er det vektlagt at selskapets eneste kunde er morselskapet

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer



Statsautoriserte revisorer
Ernst & Young AS
Arnemannsveien 3, NO-3510 Hønefoss

Foretaksregisteret: NO 976 389 387 MVA
Tlf: +47 24 00 24 00
www.ey.no
Medlemmer av Den norske revisorforening

INDEPENDENT AUDITOR'S REPORT

To the Annual Shareholders' Meeting of Rapid Power AS

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Rapid Power AS, which comprise the balance sheet as at 31 December 2019, the income statement and statements 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 financial statements have been prepared in accordance with laws and regulations and present fairly, in all material respects, the financial position of the Company as at 31 December 2019 and its financial performance and cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

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 in accordance with the ethical requirements that are relevant to our audit of the financial statements in Norway, and we have fulfilled our ethical responsibilities as required by law and regulations. We have also complied with our other ethical obligations 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.

Other information

Other information consists of the information included in the Company's annual report other than the financial statements and our auditor's report thereon. The Board of Directors and Chief Executive Officer (management) are responsible for the other information. Our opinion on the audit of the financial statements does not cover the other information, 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 the other information, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of the auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, 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.



Building a better
working world

2

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 laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (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 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 in accordance with law, regulations and generally accepted auditing principles in Norway, including ISAs, we exercise professional judgment 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 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 content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Report on other legal and regulatory requirements

Opinion on the Board of Directors' report

Based on our audit of the financial statements as described above, it is our opinion that the information presented in the Board of Directors' report concerning the financial statements, the going concern assumption and proposal for the allocation of the result is consistent with the financial statements and complies with the law and regulations.

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 ensure that the Company's accounting information is properly recorded and documented as required by law and bookkeeping standards and practices accepted in Norway.

Independent auditor's report - Rapid Power AS

A member firm of Ernst & Young Global Limited

Pemneo document key: V66UV-HP3FG-11Z2C-AY4XS-DB7ZE-TE6UF



Hønefoss, 27 March 2020
ERNST & YOUNG AS

The auditor's report is signed electronically

Thomas Karlsen
State Authorised Public Accountant (Norway)

Pemneo document key: V66UV-HP3FG-11Z2C-AY4XS-DB7ZE-TE6UF

Independent auditor's report - Rapid Power AS

A member firm of Ernst & Young Global Limited



PENNEO

The signatures in this document are legally binding. The document is signed using Penneo™ secure digital signature. The identity of the signers has been recorded, and are listed below.

"By my signature I confirm all dates and content in this document."

Karlsen\Thomas Anfinrud

Statsautorisert revisor

Serial number: 9578-5997-4-399064

IP: 85.165.xxx.xxx

2020-03-27 09:46:26Z



Penneo document key: V666UV-HP3FG-11Z2C-A44XS-DB7ZE-TE6UF

This document is digitally signed using Penneo.com. The digital signature data within the document is secured and validated by the computed hash value of the original document. The document is locked and timestamped with a certificate from a trusted third party. All cryptographic evidence is embedded within this PDF, for future validation if necessary.

How to verify the originality of this document

This document is protected by an Adobe CDS certificate. When you open the

document in Adobe Reader, you should see, that the document is certified by **Penneo e-signature service <penneo@penneo.com>**. This guarantees that the contents of the document have not been changed.

You can verify the cryptographic evidence within this document using the Penneo validator, which can be found at **<https://penneo.com/validate>**



Rapid Power AS

Annual report 2019

Annual accounts

- **Income statement**
- **Balance sheet**
- **Cash flow statement**
- **Notes**

Auditors' report



Rapid Power AS

Income statement

| | Note | 2019 | 2018 |
|--|------|--------------------|--------------------|
| Revenue | | | |
| Other operating income | | <u>414 059 490</u> | <u>452 094 832</u> |
| Operating expenses | | | |
| Cost of stocks | 3 | 412 679 728 | 449 889 487 |
| Other operating expenses | 2 | <u>487 714</u> | <u>305 900</u> |
| Total operating expenses | | <u>413 167 442</u> | <u>450 195 387</u> |
| Operating result | | <u>892 048</u> | <u>1 899 445</u> |
| Financial income and expenses | | | |
| Other financial income | | 2 446 176 | 539 676 |
| Other financial expenses | | <u>3 051 238</u> | <u>1 908 083</u> |
| Net financial items | | <u>-605 062</u> | <u>-1 368 407</u> |
| Ordinary result before tax | | <u>286 986</u> | <u>531 038</u> |
| Tax on ordinary result | 5 | <u>63 141</u> | <u>122 119</u> |
| Net profit or loss for the year | | <u>223 845</u> | <u>408 919</u> |
| Allocated as follows | | | |
| Transferred to other equity | 6 | <u>223 845</u> | <u>408 919</u> |



Rapid Power AS

Balance sheet as of December 31

| | Note | 2019 | 2018 |
|---------------------------|------|--------------------|--------------------|
| Current assets | | | |
| <i>Receivables</i> | | | |
| Trade receivables | 4 | 106 053 534 | 198 192 859 |
| Other receivables | | <u>119 698 749</u> | <u>274 002 192</u> |
| Total accounts receivable | | <u>225 752 283</u> | <u>472 195 051</u> |
| Cash and cash equivalents | | <u>29 622 086</u> | <u>32 058 925</u> |
| Total current assets | | <u>255 374 369</u> | <u>504 253 976</u> |
| Total assets | | <u>255 374 369</u> | <u>504 253 976</u> |



Rapid Power AS

Balance sheet as of December 31

| | Note | 2019 | 2018 |
|---------------------------------------|------|--------------------|--------------------|
| Equity | | | |
| <i>Paid-in capital</i> | | | |
| Share capital | 6, 7 | 1 000 000 | 1 000 000 |
| Share premium reserve | 6 | 6 600 | 6 600 |
| Total paid-in capital | | <u>1 006 600</u> | <u>1 006 600</u> |
| <i>Retained earnings</i> | | | |
| Other equity | 6 | <u>4 898 717</u> | <u>4 674 874</u> |
| Total retained earnings | | <u>4 898 717</u> | <u>4 674 874</u> |
| Total equity | | <u>5 905 317</u> | <u>5 681 474</u> |
| Liabilities | | | |
| <i>Current liabilities</i> | | | |
| Liabilities to financial institutions | | 0 | 13 343 402 |
| Trade creditors | | 135 452 729 | 144 576 132 |
| Tax payable | 5 | 63 141 | 122 119 |
| Public duties payable | | 2 359 600 | 1 214 073 |
| Other short-term liabilities | 4 | <u>111 593 582</u> | <u>339 316 776</u> |
| Total current liabilities | | <u>249 469 052</u> | <u>498 572 502</u> |
| Total liabilities | | <u>249 469 052</u> | <u>498 572 502</u> |
| Total equity and liabilities | | <u>255 374 369</u> | <u>504 253 976</u> |

31 December 2019
Mo i Rana, 17 March 2020

Rami Antero Vuola
Board member

Anders Daniel Renvall
Chairman

Anssi Erik Sinkkonen
CEO



Rapid Power AS

Cash flow statement

| | Note | 2019 | 2018 |
|--|------|--------------------|---------------------|
| Cash flow from operating activities | | | |
| Profit/(loss) before tax | | 286 986 | 531 038 |
| Taxes paid | | -122 119 | -121 992 |
| Changes in inventories, trade receivables and trade payables | | 83 015 922 | -10 379 983 |
| Items classified as investing or financing activities | | 0 | 146 677 674 |
| Changes in other current balance sheet items | | -72 274 226 | 16 151 667 |
| Net cash flow from operating activities | | <u>10 906 563</u> | <u>152 858 404</u> |
| Cash flow from investing activities | | | |
| Net cash flow from investing activities | | <u>0</u> | <u>0</u> |
| Cash flow from financing activities | | | |
| Repayment of long term loans | | 0 | -146 666 668 |
| Repayment of short term loans | | -13 343 402 | 0 |
| Net cash flow from financing activities | | <u>-13 343 402</u> | <u>-146 666 668</u> |
| Net change in cash and cash equivalents | | -2 436 839 | 6 191 736 |
| Cash and cash equivalents at 01.01 | | <u>32 058 925</u> | <u>25 867 189</u> |
| Cash and cash equivalents at 31.12 | | <u>29 622 086</u> | <u>32 058 925</u> |



Rapid Power AS

Notes to the accounts for 2019

Note - 1 Accounting Principles

The annual report is prepared according to the Norwegian Accounting Act 1998 and generally accepted accounting principles.

Subsidiaries and investment in associate

The company is affiliated with Statkraft on Rana Powerstation under a 15 year contract. The contract means that the company can take out power equivalent to 65% of current capacity in Rana Powerstation. Statkraft provides for all management, operation and maintenance. The company pays its fair share of this.

As payment for this right, the following agreed: Advance payment of NOK 2 200 000 000, annual payment of NOK 65 000 000 (indexadjusted every year). Compensation for tax costs: 65% of tax and property tax, as well as some other costs.

The company carries no risk of the contract, then all rights and obligations are transferred parent company.

Other operating revenue

Other operating revenue are recognized at the time of delivery. Revenue from services are recognized at execution. The share of other operating revenue associated with future services are recorded in the balance sheet as deferred revenue, and are recognized at the time of execution.

Balance sheet classification

Net current assets comprise creditors due within one year, and entries related to goods circulation. Other entries are classified as fixed assets and/or long term creditors.

Current assets are valued at the lower of acquisition cost and fair value. Short term creditors are recognized at nominal value.

Fixed assets are valued by the cost of acquisition, in the case of non incidental reduction in value the asset will be written down to the fair value amount. Long term creditors are recognized at nominal value.

Trade and other receivables

Trade receivables and other current receivables are recorded in the balance sheet at nominal value less provisions for doubtful debts. Provisions for doubtful debts are calculated on the basis of individual assessments. In addition, for the remainder of accounts receivables outstanding balances, a general provision is carried out based on expected loss.

Foreign currency translation

Foreign currency transactions are translated using the year end exchange rates.

Income tax

Tax expenses in the profit and loss account comprise both tax payable for the accounting period and changes in deferred tax. Deferred tax is calculated at 22 percent on the basis of existing temporary differences between accounting profit and taxable profit together with tax deductible deficits at the year end. Temporary differences both positive and negative, are balance out within the same period. Deferred tax assets are recorded in the balance sheet to the extent it is more likely than not that the tax assets will be utilized.

To what extent group contribution not is registered in the profit and loss, the tax effect of group contribution is posted directly against the investment in the balance.



Rapid Power AS

Notes to the accounts for 2019

Cash flow statement

The cash flow statement is presented using the indirect method. Cash and cash equivalents includes cash, bank deposits and other short term highly liquid placement with original maturities of three months or less.

Use of estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts in the profit and loss statement, the measurement of assets and liabilities and the disclosure of contingent assets and liabilities on the balance sheet date. Actual results can differ from these estimates.

Contingent losses that are probable and quantifiable is expensed as occurred.

Note 2 - Wage costs, number of employees, remuneration, loans to employees and auditor's fee

The total number of employees in the company during the year: 0

The parent company Rapid Power Oy has a service contract with Kymppivoima Oy via which the managerial services for Rapid Power AS are purchased among others. The CEO is employed by Kymppivoima Oy.

There are no loans or guarantees to employee representative or shareholders etc.

Auditor fee has been divided as follows

2019

| | |
|----------------|----------------|
| Audit fee | 56 840 |
| Other services | 47 303 |
| Total | <u>104 143</u> |

VAT is not included in the figures of auditor's fee.

Note 3 - Items consisting of consolidated amounts

| | 2019 | 2018 |
|---|--------------------|--------------------|
| <i>Purchases and sales through Statkraft:</i> | | |
| Statkraft inntekt | -388 679 116 | -588 155 454 |
| Statkraft kostnad | <u>471 369 114</u> | <u>636 307 207</u> |
| | <u>82 689 998</u> | <u>48 151 753</u> |



Rapid Power AS

Notes to the accounts for 2019

Note 4 - Intercompany balance group company and associate

| <i>Receivables</i> | 2019 | 2018 |
|---|--------------------|--------------------|
| Accounts receivables | 106 053 534 | 198 192 859 |
| Prepay of the rights for power take off from Rana | 0 | 146 666 667 |
| Total | <u>106 053 534</u> | <u>344 859 526</u> |

The prepay items are accrued linearly over 15 years and are following the period the company has an agreement with Statkraft to withdraw power from Rana Powerstation.

| <i>Payables</i> | 2019 | 2018 |
|---------------------------|--------------------|--------------------|
| Other short term payables | 107 907 549 | 7 071 018 |
| Other short term payables | 0 | 146 666 669 |
| Total | <u>107 907 549</u> | <u>153 737 687</u> |

Note 5 - Income taxes

| <i>Income tax expenses</i> | 2019 | 2018 |
|----------------------------|---------------|----------------|
| Tax payable | 63 141 | 122 119 |
| Total income tax expense | <u>63 141</u> | <u>122 119</u> |

| <i>Tax base estimation</i> | 2019 | 2018 |
|----------------------------|----------------|----------------|
| Ordinary result before tax | 286 986 | 531 038 |
| Permanent differences | 20 | -85 |
| Tax base | <u>287 006</u> | <u>530 953</u> |
| | 63 141 | 122 119 |

| <i>Permanent differences outlined</i> | 2019 | 2018 |
|---------------------------------------|-------------|-------------|
| Interest cost tax | 20 | 0 |
| Interest earning tax | 0 | -85 |
| Total permanent differences | <u>20</u> | <u>-85</u> |

| <i>Effective tax rate</i> | 2019 |
|---|---------------|
| Expected income taxes, statutory tax rate 22% | 63 137 |
| Permanent differences (22%) | 4 |
| Income tax expense | <u>63 141</u> |



Rapid Power AS

Notes to the accounts for 2019

Note 6 - Owners equity

| | Share capital | Share premium reserve | Other equity | Total |
|----------------------|---------------|-----------------------|--------------|-----------|
| Owners equity 01.01. | 1 000 000 | 6 600 | 4 674 874 | 5 681 474 |
| Profit for the year | 0 | 0 | 223 845 | 223 845 |
| Owners equity 31.12. | 1 000 000 | 6 600 | 4 898 719 | 5 905 319 |

Note 7 - Share capital and shareholder information

Share capital:

| | Number of shares | Face value | Book value |
|-----------------|------------------|------------|------------|
| Ordinary shares | 100 | 10 000 kr | 1 000 000 |

Shareholders per 31.12:

| | Ordinary shares | Ownership share | Voting rights |
|----------------|-----------------|-----------------|---------------|
| Rapid Power OY | 100 | 100 % | 100 % |

Note 8 - Subsequent events

According to our view, the COVID-19 epidemic which begun in early 2020 and has caused so far substantial disruption to the world economy will not have significant effect on the company's future operations or require adjustments of the financial statement.

**SIGNATURES****ALLEKIRJOITUKSET****UNDERSKRIFTER****SIGNATURER****UNDERSKRIFTER**

This documents contains 9 pages before this page
Dokumentet inneholder 9 sider før denne siden

Tämä asiakirja sisältää 9 sivua ennen tätä sivua
Dette dokument indeholder 9 sider før denne side

Detta dokument innehåller 9 sidor före denna sida

RAMI ANTERO VUOLA

4e2f7ba4-781f-411e-b01b-eccef83e40a4 - 2020-03-26 12:37:56
BankID / MobileID - 2a2f2761-6d98-464d-8024-c557bd617f5d - FI

ANDERS DANIEL RENVALL

68055e12-c19e-441e-a4fa-9b22ef3c6c4c - 2020-03-26 12:50:16
BankID / MobileID - 60166f2b-a6da-4677-88cb-b49528f91eda - FI

ANSSI SINKKONEN

f88d0336-c794-4cc7-bfbc-f090c058ea1a - 2020-03-26 13:28:05
BankID / MobileID - 743a21bf-af1e-4d1b-82c2-53bbc864a601 - FI

authority to sign
representative
custodial

toimivaltaoikeus
nimenkirjoitusoikeus
huoltaja/edunvalvoja

ställningsfullmakt
firamteckningsrätt
förvaltare

autoritet til å signere
representant
foresatte/verge

myndighed til at underskrive
repræsentant
frihedsberøvende



RAPID POWER

RAPID POWER AS

Board review 2019

Rapid Power AS (company) is a Norwegian company that is fully owned subsidiary of Rapid Power Oy. The company is domiciled in Mo i Rana and it was founded in September 2004.

The main business area of the company is to produce power in Norway and transfer it to Finland.

The company is a partner of Statkraft and a co-owner of Rana power station based on a 15-year leasing contract. The contract means that the company is entitled to power equivalent of 65% of current capacity in Rana power station. Moreover, Statkraft will provide all management, operation and maintenance, of which the company pays its fair share. The company carries no risk for the contract as all the rights and obligations are transferred to the parent company Rapid Power Oy.

Company has no employees, and the managing director is outsourced from Kymppivoima Oy, which is one of the owners of the parent company Rapid Power Oy. Financial services are bought from Azets Insight AS in Oslo.

Electric power produced in Norway under the contract is transferred to Finland via arrangement with Statkraft. In 2019 company transferred 0,953 TWh of electricity to Finland.

Year 2019 was the last production year under the leasing contract for which the company was originally founded for. This means that the company's power production in Rana power station ended in 31.12.2019. However, the company continues its operations in 2020 due to tasks related to responsibilities of the ended leasing contract.

Early 2020 world witnessed outbreak of COVID-19 virus. The epidemic has caused so far substantial disturbance in world economy. Although COVID-19 situation brings severe problems for many firms, the Board's view is that the virus should not have significant effects on the company's future operations. Reason for this is that company's actual production activities have ended end of 2019. For this reason, company's current operative activity is relatively low. At this point there is no reason to believe that the company should not be able to cope with the COVID-19 situation.

Company's liquidity per 31.12.2019 was MNOK 29.6 compared to MNOK 32.1 per 31.12.2018. Company's revenues decreased from MNOK 452.1 in 2018 to MNOK 414.1 in 2019. Net profit decreased by kNOK 185.1, from kNOK 408.9 in 2018 to kNOK 223.8 in 2019. The Board proposes that net profit of the financial year will be transferred to retained earnings. Company's total retained earnings including net profit of the financial year is NOK 4'898'717. In addition to this company's equity includes NOK 6'600 share premium reserve. The Board proposes to the Annual General Meeting that the company shall pay NOK 4'898'717 dividend to the shareholders. The Board also proposes to the Annual General Meeting that the company shall carry out a capital distribution of NOK 6'600 equal to the share premium reserve to the shareholders. According to Board's view, paying dividend nor the capital distribution does not jeopardize the company's financial position.



Total assets at the end of year 2019 were MNOK 255.4 compared to MNOK 504.3 year before. Equity ratio per 31.12.2019 was 2.3% of total assets. Equity ratio was per 31.12.2018 1.1%.

The Board of the company believes that the accounts give a true and fair view of the company's assets and liabilities, financial position as well as result.

The Board of the company considers that according to the contract life of 15 years and that all risks and liabilities are transferred to the parent company, the company's future is assured. In accordance with the Accounting Act § 3-3 the going concern assumption is the basis for the preparation of financial statements.

The company currently has no ongoing research and development projects.

The Board currently consists of men. However, Company's policy is that there shall be no discrimination based on gender.

Company's businesses entail neither pollution nor emissions that can be harmful to the environment.

Helsinki, 17th of March 2020

Anders Renvall
Chairman

Rami Vuola
Member

Anssi Sinkkonen
Managing Director

**SIGNATURES****ALLEKIRJOITUKSET****UNDERSKRIFTER****SIGNATURER****UNDERSKRIFTER**

This documents contains 2 pages before this page
Dokumentet inneholder 2 sider før denne siden

Tämä asiakirja sisältää 2 sivua ennen tätä sivua
Dette dokument indeholder 2 sider før denne side

Detta dokument innehåller 2 sidor före denna sida

RAMI ANTERO VUOLA

60033a03-699d-4270-96e6-0148207ed48b - 2020-03-26 12:39:01
BankID / MobileID - 0296c6db-9745-4130-8387-8ec15fe21583 - FI

ANDERS DANIEL RENVALL

d518122e-d15b-4a08-b81c-b930b70b7c1b - 2020-03-26 12:48:38
BankID / MobileID - 6a665514-5c62-48f7-8308-670ade8dc1b3 - FI

ANSSI SINKKONEN

49d9ac19-11e4-4be2-9527-a1d016b793e5 - 2020-03-26 13:26:18
BankID / MobileID - facee053-24ee-456b-a4b7-baeb958aa04e - FI

authority to sign
representative
custodial

toimivaltaoikeus
nimenkirjoitusoikeus
huoltaja/edunvalvoja

ställningsfullmakt
firmateckningsrätt
förvaltare

autoritet til å signere
representant
foresatte/verge

myndighed til at underskrive
repræsentant
frihedsberøvende

Electronically signed / Sähköisesti allekirjoitettu / Elektroniskt signerats / Elektronisk signert / Elektronisk underskrevet
<https://sign.visma.net/fi/document-check/3b7267b8-5728-4bfe-a921-de901c3c9596>

VISMA Sign
www.vismasign.com