



## ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

### Enheten

Organisasjonsnummer: 989 074 687  
Organisasjonsform: Aksjeselskap  
Foretaksnavn: FALCK RENEWABLES VIND AS  
Forretningsadresse: Sørstrandsvegen 227  
6823 SANDANE

### Regnskapsår

Årsregnskapets periode: 01.01.2020 - 31.12.2020

### Konsern

Morselskap i konsern: Nei

### Regnskapsregler

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

### Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Carmelo Scalone  
Dato for fastsettelse av årsregnskapet: 09.04.2021

### Grunnlag for avgivelse

År 2020: Årsregnskapet er elektronisk innlevert  
År 2019: Tall er hentet fra elektronisk innlevert årsregnskap fra 2020

*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, 31.05.2022



### Resultatregnskap

Beløp i: EUR	Note	2020	2019
<b>RESULTATREKNESKAP</b>			
<b>Inntekter</b>			
Sale of energy	16	4 592 584	
Rendering of services	16	57 901	318 417
<b>Sum inntekter</b>		<b>4 650 485</b>	<b>318 417</b>
<b>Kostnader</b>			
Salary and personell costs	1	118 869	94 942
Nedskrivning av varige driftsmiddel og immaterielle egedelar	4	2 574 498	6 720
Cost of material and purchased services		-218 379	12 065
Other operating expenses	2,5	2 338 421	247 495
<b>Sum kostnader</b>		<b>4 813 409</b>	<b>361 222</b>
<b>Driftsresultat</b>		<b>-162 924</b>	<b>-42 805</b>
<b>Finansinntekter og finanskostnader</b>			
Financial income		113 090	-10 681
<b>Sum finansinntekter</b>		<b>113 090</b>	<b>-10 681</b>
Financial costs	15	1 060 139	-17 900
<b>Sum finanskostnader</b>		<b>1 060 139</b>	<b>-17 900</b>
<b>Netto finans</b>		<b>-947 049</b>	<b>7 219</b>
<b>Ordinært resultat før skattekostnad</b>		<b>-1 109 973</b>	<b>-35 586</b>
Income tax expense	3,11	-45 187	146 624
<b>Ordinært resultat etter skattekostnad</b>		<b>-1 064 786</b>	<b>-182 210</b>
<b>Årsresultat</b>		<b>-1 064 786</b>	<b>-182 210</b>
Effect of cash flow hedging	11	-668 349	635 935
Tax on cash flow hedging	11	147 037	-139 906
Effect of change in presentation currency			-174 511
Sum resultatkomponent for IFRS-føretak		-521 312	321 518
<b>Totalresultat</b>		<b>-1 586 098</b>	<b>139 308</b>



### Balanse

Beløp i: EUR	Note	2020	2019
<b>BALANSE - EIGEDELAR</b>			
<b>Anleggsmiddel</b>			
<b>Immaterielle egedelar</b>			
Licenses and trademarks	4	1 316 389	1 336 989
Projects under development, intngible	4	3 839 059	3 839 059
Utsett skattefordel	3,11	138 683	
<b>Sum immaterielle egedelar</b>		<b>5 294 131</b>	<b>5 176 048</b>
<b>Varige driftsmiddel</b>			
Projects under development	4	12 492 836	7 521 608
Property plant and equipment	4	55 459 786	56 942 131
<b>Sum varige driftsmiddel</b>		<b>67 952 622</b>	<b>64 463 739</b>
<b>Finansielle anleggsmiddel</b>			
Other long-term assets IFRS 16	5	300 382	213 810
<b>Sum finansielle anleggsmiddel</b>		<b>300 382</b>	<b>213 810</b>
<b>Sum anleggsmiddel</b>		<b>73 547 135</b>	<b>69 853 597</b>
<b>Omløpsmiddel</b>			
<b>Varer</b>			
<b>Krav</b>			
Trade receivables		667 120	0
Financial receivables	6	5 741 879	16 831 729
Commodity swaps	11	166 584	635 935
Derivative instruments	12	26 017	0
Other current assets	6,7	1 277 787	2 549 051
<b>Sum krav</b>		<b>7 879 387</b>	<b>20 016 715</b>
<b>Bankinnskot, kontantar og liknande</b>			
Cash and cash equivalents	8	2 463 982	478 505
<b>Sum bankinnskot, kontantar og liknande</b>		<b>2 463 982</b>	<b>478 505</b>
<b>Sum omløpsmiddel</b>		<b>10 343 369</b>	<b>20 495 220</b>



### Balanse

Beløp i: EUR	Note	2020	2019
<b>SUM EIGEDLAR</b>		<b>83 890 504</b>	<b>90 348 817</b>
<b>BALANSE - EIGENKAPITAL OG GJELD</b>			
<b>Eigenkapital</b>			
<b>Innskoten eigenkapital</b>			
Issued capital	9	5 187 047	2 179 637
Overkurs		73 811 528	18 142 224
Annan innskoten eigenkapital		558 034	524 950
<b>Sum innskoten eigenkapital</b>		<b>79 556 609</b>	<b>20 846 811</b>
<b>Opptent eigenkapital</b>			
Reserve for valuation variation	11	-25 284	496 029
Share capital expenses reserves		-2 427	-6 794
Other equity		-2 594 457	207 359
<b>Sum opptent eigenkapital</b>		<b>-2 622 168</b>	<b>696 594</b>
<b>Sum eigenkapital</b>		<b>76 934 441</b>	<b>21 543 405</b>
<b>Gjeld</b>			
<b>Langsiktig gjeld</b>			
Utsett skatt	3,11		53 540
<b>Sum avsetjinger for plikter</b>			<b>53 540</b>
<b>Anna langsiktig gjeld</b>			
Non-current financial liabilities IFRS 16	5	241 618	212 667
Provision for dismantling costs	17	3 221 452	0
<b>Sum anna langsiktig gjeld</b>		<b>3 463 070</b>	<b>212 667</b>
<b>Sum langsiktig gjeld</b>		<b>3 463 070</b>	<b>266 207</b>
<b>Kortsiktig gjeld</b>			
Public duties payable		11 588	7 045
Accounts payable	6	3 433 509	8 560 084
Derivative instruments	12	0	-57 241
Current financial liabilities IFRS 16	5	30 458	13 672
Other current liabilities	6	17 438	60 015 645
<b>Sum kortsiktig gjeld</b>		<b>3 492 993</b>	<b>68 539 205</b>



## Balanse

<b>Beløp i: EUR</b>	<b>Note</b>	<b>2020</b>	<b>2019</b>
Sum gjeld		6 956 063	68 805 412
<b>SUM EIGENKAPITAL OG GJELD</b>		<b>83 890 504</b>	<b>90 348 817</b>



To the General Meeting of Falck Renewables Vind AS

## *Independent Auditor's Report*

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

We have audited the financial statements of Falck Renewables Vind AS, which comprise the balance sheet as at 31 December 2020, the income statement, statement of comprehensive income, statement of changes in equity and statement of cash flow 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 2020, and its financial performance and its cash flows for the year then ended in accordance with simplified application of international accounting standards according to section 3-9 of the Norwegian Accounting Act.

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.

The Board of Directors and the Managing Director (management) are responsible for the preparation and a true and fair view of the financial statements in accordance with simplified application of International Accounting Standards according to the Norwegian Accounting Act section 3-9, 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.

*PricewaterhouseCoopers AS, Langelandsvegen 35, NO-6010 Ålesund  
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 - Falck Renewables Vind AS



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 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.

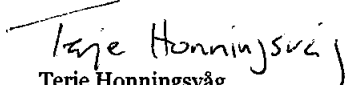
For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to <https://revisorforeningen.no/revisjonsberetninger>

*Report on Other Legal and Regulatory Requirements*

*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.

Ålesund, 4 March 2021  
**PricewaterhouseCoopers AS**

  
Terje Honningsvåg  
State Authorised Public Accountant



**Norwegian Directorate of Taxes**

Inquiries to Torstein Kinden Helleland	Your date 25.01.2018	Our date 31.01.2018
Telephone 22078139	Your reference Scott Gilbert	Our reference 2018/83083

FALCK RENEWABLES VIND AS  
c/o Intertrust (Norway) AS  
P.O. Box 2051 Vika  
0125 OSLO

**Permission to prepare the annual accounts and directors' report in English language for Falck Renewables Vind AS, org.nr. 989 074 687**

With reference to your letter received 25 January 2018 with respect to the above matter regarding Falck Renewables Vind AS.

Based on a total evaluation, the view of The Directorate of Taxes is that Falck Renewables Vind AS may make the directors' report and annual accounts in English language according to the Norwegian Accounting Act § 3-4 third paragraph. The exemption requires that the information the decision is based on, does not change significantly.

A copy of this letter must be sent to the Register of Company Accounts in Brønnøysund together with the financial statements. It is incumbent on the company to document by this letter that the permit is granted.

**Background**

From your letter:

*Falck Renewables Vind AS ("FRV") (previously named: Vestavind Kraft AS) is owned by Falck Renewables S.p.A. (80%) and Svelgen Kraft Holding AS (20%). The two shareholders have long histories within the power production markets and are collaborating to develop and build two wind power projects (Okla and Hennoy) in western Norway.*

*The majority owner of FRV, Falck Renewables S.p.A., is listed in the STAR segment of the Italian Stock Exchange. Starting from 2017, FRV data are consolidated in Falck Renewables Group consolidated financial statement.*

**Permission to make the annual accounts and the directors' report in Norway in English language**

According to the Norwegian Accounting Act § 3-4, third paragraph shall "the directors' report and annual accounts ... be in Norwegian. The Ministry can in an individual decision decide that the directors' report and/or annual accounts may be in another language".

Ot. prp. nr. 42 (1997-1998) About Act about annual accounts etc., says the following about the purpose of the Accounting Act, refer section 1.1:

Postal address P.O. Box 9200 Gronland 0134 Oslo	Visiting address: See <a href="http://www.skatteetaten.no">www.skatteetaten.no</a> Org.nr: 996250318 E-mail: <a href="mailto:skatteetaten.no/sendepost">skatteetaten.no/sendepost</a>	Telephone 800 80 000 Telefax 22 17 08 60
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*“The aim of the Government with respect to the Accounting Act is that it shall contribute towards providing informative accounts for different users of accounts. The users of accounts include investors and creditors which provide capital for the companies. Other groups include those who have an interest in knowing how the companies are operated, for example employees and the local community. The information to the capital market is an important basis for the correct pricing of financial instruments. The correct pricing of stocks is an important factor in securing the best possible allocation of resources in the economy. High quality accounts will also make it more difficult for market participants to obtain speculative gains as a result of non-publicly available information.”*

Hence, one of the main aims of the Accounting Act is to contribute to “informative accounts for different users of accounts”. The users of the accounts will include investors, creditors, employees and the local community.

Hence, it is the view of the Ministry that it is crucial that the question of dispensation from the general rule that the annual accounts and/or directors’ report should be prepared in Norwegian, not in any significant way deviate from the consideration of users of the accounts.

As mentioned above it is particularly the consideration of the users of the account information which has to be taken into consideration when considering the application for permission. In this assessment, the Directorate of Taxes has emphasized that the majority owner is a foreign company. The company is a part of an international group.

Please state “our reference” (see above) in all written communication with The Norwegian Tax Authorities.

Best regards

Jeanette Munkvold Skovholt  
Senior Adviser  
Rettsavdelingen, foretaksskatt  
Norwegian Directorate of Taxes

Torstein Kinden Helleland

*This document has been electronically approved and contains therefore no handwritten signatures*



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# **ANNUAL REPORT**

## **Falck Renewables Vind AS**

01.01.2020 - 31.12.2020



## Accounting principles

The financial statement has been prepared in accordance with the Norwegian Accounting Act § 3-9 and the Regulation on simplified IFRS adopted by the Ministry of Finance 3. November 2014. This means that recognition and measurement are in compliance with International Financial Reporting Standards (IFRS) and presentation and disclosure are in accordance with Norwegian Accounting Act and generally accepted accounting principles.

## Functional currency

The functional currency is determined based on the currency within the entity's primary economic environment. As sales contract for the output from Hennøy -plant is entered into in EUR, the company has with effect for 2020 decided that its functional currency is EUR, changed from use of NOK in 2019 and earlier accounting.

Transactions in foreign currency are translated to functional currency using the exchange rate at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated using the closing rate, non-monetary items that are measured in terms of historical cost are translated using the exchange rate at the date of the transaction and non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. Changes in the exchange rate are recognized continuously in the accounting period.

The change from functional currency from NOK to EUR has implications for the 2020 financial statement as follows: Balance values at 31.12.19 / 1.1.20 are recalculated using the exchange rate at 31.12.19/1.1.20, EUR/NOK 9,8638. In income statement, values from 2019 are recognized at the value of the transaction date. Net result of the recalculation is shown as other comprehensive income / expense in the 2019 income statement.

## Estimates and assumptions

The management has used estimates and assumptions that have affected assets, liabilities, incomes, expenses and information on potential liabilities. This particularly applies to the amortization of intangible assets, depreciation of tangible fixed assets and pension commitments. Future events may lead to these estimates being changed. Estimates and their underlying assumptions are reviewed on a regular basis and are based on management's best estimates and historical experience. Changes in accounting estimates are recognized during the period when the changes take place. If the changes also apply to future periods, the effect is divided among the present and future periods.

## Current assets and current liabilities

Current assets and current liabilities normally include items that are due for payment within one year after the last day of the fiscal year. Current assets are valued at the lowest of cost and estimated fair value (Lowest value principle).

## Assets and long-term liabilities

Fixed assets include assets which are to be owned and used in the business. Fixed assets are valued at cost price. Property, plant and equipment are stated in the balance sheet and depreciated over the estimated lifetime. Fixed assets are reviewed for impairment at least once a year and whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are largely independent cash inflows (cash generating units). Prior impairments are reviewed for possible reversal at each reporting date.

## Leases

Leases are classified either as operating or finance lease. A finance lease is a lease that transfers substantially all the risks and rewards related to the ownership of an asset, while an operating lease does not transfer substantially all the risks and rewards related to the ownership of the underlying asset.

The company's leases include agreements on leases of land in connection with the wind plants. In addition the company leases one vehicle for transport. The leasing periods vary from 3 up to 25 years. The leasing agreements do not put any restrictions on the company's policy on dividend payments or on financing



possibilities.

## **Financial instruments**

### *a) Classification and measurements*

Based on the requirements of IFRS 9 and the analyses performed, the company's financial assets and liabilities are classified and measured in the following three categories:

- Amortized cost;
- At fair value with variations shown on the income statement;
- At fair value with variations recorded under other items on the overall income statement.

This last category exclusively includes instruments that meet the criteria for classification by hedge accounting rules.

### *b) Derecognition of financial liabilities*

Under IFRS 9, the entity must derecognize financial liabilities (or part of them) from the financial statements if, and only if, the liability is extinguished, i.e. if the obligation set out in the contract is met, cancelled or expired. A substantial variation in the terms of an existing financial liability or part of it must be recognized as an extinction of the original liability and the recognition of a new one.

The terms for applying this new rule are considerably different if the actualized value of the financial flow under the new terms, including any commission paid net of commission received and actualized using the original interest rate, are at least 10% different from the actualized value of the remaining financial flows of the original financial liability (so-called "10% test"). If the exchange of debt instruments or the change in the terms are recognized as an extinction, any cost or commission sustained are recorded as income or losses associated with the extinction. If the exchange or modification are not recognized as extinction, any cost or commission sustained will adjust the accounting value of the liability and will be amortized over the remaining term of the liability in question.

Loans that have been renegotiated in periods prior to the introduction of IFRS 9 must have their repayment plans recalculated, starting from the date of the renegotiation and adapting the carrying value to the NPV (net present value) of the new conditions.

### *c) Loss of value*

IFRS 9 requires the Company to record expected credit losses on all bonds in its portfolio, loans and trade receivables referring to a period of either 12 months or the entire duration of the instrument's contract (e.g. lifetime expected loss). The Company applies the simplified approach, recognizing expected credit loss on all receivables based on their residual contractual duration.

### *d) Hedge Accounting*

The Group has established that all existing hedges that are currently marked as effective will continue to qualify for hedge accounting in compliance with IFRS 9. The Group has chosen not to apply IFRS 9 retrospectively to hedges that excluded forward points when they were classified as hedges under IAS 39. Given that IFRS 9 does not change the general principle by which an entity recognizes effective hedges, the application of IFRS 9 rules for defining hedges did not have any significant impact on the Group's accounts.

## **Financial derivatives and hedge accounting**

The company enters into financial derivative contracts to minimize the potential losses which can arise from unfavorable changes in exchange rates or electricity prices.

Financial derivatives related to a highly probable planned transactions (cash flow hedges) are recognized at fair value in accordance with the principles for hedge accounting when the hedge has been documented and meets the relevant requirements for effectiveness. Any change in fair value of the financial derivative is recognized in a specific equity reserve in total comprehensive income until the underlying transaction takes place. The ineffective portion of the hedge is recognized immediately in profit or loss.

When the hedge instrument expires or is disposed of, the planned transaction is carried out or when the hedge no longer meets the criteria for hedge accounting, the accumulated effect of the hedging is recognized in the income statement.

Derivatives which cannot be qualified for hedge accounting, even signed for hedging purposes, are classified as financial instruments at fair value, and changes in value are recognized in the income statement.

possible reversal at each reporting date.



## **Revenue**

Revenue is recognized when it is probable that transactions will generate future economic benefits that will flow to the company and the amount can be reliably estimated. Revenues are presented net of value added tax and discounts.

Dividend is recognized in the statement of comprehensive income when the shareholders' right to receive dividend has been determined by the general meeting.

## **Income tax**

The tax expense consists of the tax payable and changes to deferred tax. Deferred tax liabilities/tax assets are calculated on the basis of deductible and taxable temporary differences between accounting and tax values. The calculation also includes tax loss carryforwards at year-end.

Deferred tax assets are recognized when it is probable that the company will have a sufficient profit for tax purposes in subsequent periods to utilize the tax asset. The company recognizes previously unrecognized deferred tax assets to the extent it has become probable that the company can utilize the deferred tax asset. Similarly, the company will reduce a deferred tax asset to the extent that the company no longer regards it as probable that it can utilize the deferred tax asset.

Deferred tax is determined using the tax rates (and laws) that have been enacted and or substantively enacted by the Annual Report date and are expected to apply when the related deferred tax asset is realized or the deferred tax liability is settled (22%).

Deferred tax liabilities and deferred tax assets are recognized at their nominal value and classified as long-term liability/non-current asset in the balance sheet.

Taxes payable and deferred taxes are recognized directly in equity to the extent that they relate to equity transactions.



FALCK RENEWABLES VIND AS

## INCOME STATEMENT AND COMPREHENSIVE INCOME

### INCOME STATEMENT

	Note	2020	2019	
<b>OPERATING INCOME AND EXPENSES</b>				
Sale of energy	16	4 592 584		
Rendering of services	16	57 901	318 417	
<b>Operating revenue</b>		<b>4 650 485</b>	<b>318 417</b>	
Cost of material and purchased services		218 380	-12 065	
Salary and personell costs	1	-118 869	-94 942	
Other operating expenses	2, 5	-2 338 421	-247 495	
Depreciation, amortizations and write downs	4	-2 574 498	-6 720	
<b>Operating expenses</b>		<b>-4 813 408</b>	<b>-361 221</b>	
<b>Operating result</b>		<b>-162 924</b>	<b>-42 805</b>	
Finance income		113 090	-10 681	
Finance costs	15	-1 060 139	17 900	
<b>Net financial result</b>		<b>-947 049</b>	<b>7 219</b>	
<b>Profit before tax</b>		<b>-1 109 973</b>	<b>-35 585</b>	
Income tax expense	3, 11	45 187	-146 624	
<b>PROFIT FOR THE YEAR</b>		<b>-1 064 786</b>	<b>-182 209</b>	
<i>Earnings per share for profit from operations attributable to the equity holders of the company:</i>				
Basic earnings per share	14	-24	-9	
Diluted earnings per share	14	-24	-9	
<b>TOTAL COMPREHENSIVE INCOME</b>				
	Note	Note	2020	2019
<b>PROFIT FOR THE YEAR</b>			<b>-1 064 786</b>	<b>-182 209</b>
<i>Items which may be reclassified over profit and loss in subsequent periods</i>				
Effect of cash flow hedging		11	-668 349	635 935
Tax on cash flow hedging		11	147 037	-139 906
Effect of change in presentation currency				-174 511
<b>TOTAL COMPREHENSIVE INCOME</b>			<b>-1 586 099</b>	<b>139 309</b>

Annual Accounts for Falck Renewables Vind AS

Register number: 989 074 687



FALCK RENEWABLES VIND AS

## Balance Sheet 31.12.2020

	Note	31.12.2020	31.12.2019
<b>ASSETS</b>			
<b>Non-current assets</b>			
<i>Intangible assets</i>			
Licenses and trademarks	4	1 316 389	1 336 989
Projects under development, intangible	4	3 839 059	3 839 059
<i>Total intangible assets</i>		<i>5 155 448</i>	<i>5 176 047</i>
Deferred tax assets	3, 11	138 683	0
<i>Tangible assets</i>			
Projects under development	4	12 492 836	7 521 608
Property, plant and equipment	4	55 459 786	56 942 131
<i>Total tangible assets</i>		<i>67 952 622</i>	<i>64 463 740</i>
<i>Financial assets</i>			
Other long-term assets IFRS 16	5	300 382	213 810
<i>Total financial assets</i>		<i>300 382</i>	<i>213 810</i>
<b>Total non-current assets</b>		<b>73 547 136</b>	<b>69 853 597</b>
<b>Current assets</b>			
<i>Receivables</i>			
Trade receivables		667 120	0
Financial receivables	6	5 741 879	16 831 729
Commodity swaps	11	166 584	635 935
Derivative instruments	12	26 017	0
Other current assets	6, 7	1 277 787	2 549 051
<i>Total receivables</i>		<i>7 879 387</i>	<i>20 016 715</i>
Cash and cash equivalents	8	2 463 982	478 505
<b>Total current assets</b>		<b>10 343 369</b>	<b>20 495 220</b>
<b>TOTAL ASSETS</b>		<b>83 890 505</b>	<b>90 348 818</b>



FALCK RENEWABLES VIND AS

## Balance Sheet 31.12.2020

	Note	31.12.2020	31.12.2019
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
<b>Paid in capital</b>			
Issued capital	9	5 187 047	2 179 637
Share premium		73 811 528	18 142 224
Other paid in capital		558 034	524 950
<b>Total paid in capital</b>		<b>79 556 609</b>	<b>20 846 810</b>
<b>Other equity</b>			
Reserve for valuation variation	11	-25 284	496 029
Share capital expenses reserves		-2 427	-6 794
Other equity		-2 594 457	207 359
<b>Total other equity</b>		<b>-2 622 167</b>	<b>696 594</b>
<b>Total equity</b>		<b>76 934 442</b>	<b>21 543 405</b>
<b>Deferred liabilities</b>			
Deferred tax	3,11		53 540
<b>Total deferred liabilities</b>		<b>0</b>	<b>53 540</b>
<b>Other long term liabilities</b>			
Non-current financial liabilities IFRS 16	5	241 618	212 667
Provision for dismantling cost	17	3 221 452	0
<b>Total of other long term liabilities</b>		<b>3 463 070</b>	<b>212 667</b>
<b>Current liabilities</b>			
Accounts payable	6	3 433 509	8 560 084
Public duties payable		11 588	7 045
Derivative instruments	12	0	-57 241
Current financial liabilities IFRS 16	5	30 458	13 672
Other current liabilities	6	17 438	60 015 645
<b>Total current liabilities</b>		<b>3 492 993</b>	<b>68 539 205</b>
<b>Total liabilities</b>		<b>6 956 062</b>	<b>68 805 412</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>83 890 505</b>	<b>90 348 818</b>

Sandane 4 March 2021

Carmelo Scalone  
Chairman of the board  
/ Managing director

William Scott Gilbert  
Board Member

Stig-Magne Svalheim  
Board Member

Marco Asprone  
Board Member



FALCK RENEWABLES VIND AS

## Statement of changes in equity

	Share capital	Share premium reserve	Other paid-in capital	Reserve for valuation variation	Share capital expenses reserves	Net currency translation effect	Other equity	Total equity
Equity as at 31.12 2019	2 283 641	18 646 812	558 034	496 029	-6 887	174 511	-608 829	21 543 311
Issue of share capital	2 903 406	55 164 716			4 461	-1 095 353	0	56 977 230
Total comprehensive income	0	0	0	-521 313	0		-1 064 786	-1 586 099
Equity as at 31.12 2020	5 187 047	73 811 528	558 034	-25 284	-2 427	-920 842	-1 673 615	76 934 442



FALCK RENEWABLES VIND AS

## Statement of cash flow

	2020	2019
<b>Cash flow from operating activities</b>		
Profit before tax	-1 109 973	696 885
Depreciation and write down	2 574 498	0
Payment of leases to land-owners	-8 738	0
Change inventory, account receivables and account payable	-5 515 765	5 633 296
Change in other accruals	-58 927 557	41 095 606
<b>Net cash flow from operating activities</b>	<b>-62 987 536</b>	<b>47 425 787</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	-5 981 853	-45 072 078
Purchase of intangible assets	-45 133	-1 239 378
Change in other financial assets	12 320 423	-125 007
<b>Net cash flow used in investing activities</b>	<b>6 293 437</b>	<b>-46 436 463</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of share capital	56 977 230	-3 606 395
<b>Net cash flow from financing activities</b>	<b>56 977 230</b>	<b>-3 606 395</b>
Net currency translation effect	1 702 346	0
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>283 131</b>	<b>-2 617 070</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>478 505</b>	<b>3 095 576</b>
<b>Cash and cash equivalents at end of period</b>	<b>2 463 983</b>	<b>478 505</b>



## FALCK RENEWABLES VIND AS

### Note 1 - Salary and personell cost

	2020	2019
Salary and personell costs		
Salaries	158 518	194 709
Pension cost	12 507	11 065
Other personal cost	490	(401)
Social security cost	18 193	19 618
Capitalized salary cost	(70 839)	(130 049)
<b>Total</b>	<b>118 869</b>	<b>94 942</b>

Average full-time employees 2 2

The company has established an occupational agreement that meets the requirements of the law regarding mandatory pensions.

### Management salary and remuneration

The CEO is employed by a Group company. No salaries or remuneration has been paid from Falck Renewables Vind AS to the CEO in 2020.

### Fees to the Board

No specific fees have been paid for board positions in Falck Renewables Vind AS.

### Note 2 - Other operating expenses

	2020	2019
Rent cost	35 435	20 803
Other operating expenses	2 302 986	226 692
<b>Total</b>	<b>2 338 421</b>	<b>247 495</b>

	2020	2019
Specification of auditor's fee, exclusive vat		
Statutory audit fee	15 373	19 903
Other services	9 233	0
<b>Total</b>	<b>24 606</b>	<b>19 903</b>

### Note 3 - Income taxes

	2020	2019
Income tax expense		
Changes in deferred tax	(45 187)	146 624
<b>Total income tax expense</b>	<b>(45 187)</b>	<b>146 624</b>

	2020	2019
Tax base calculation		
Profit before income tax	(261 205)	696 885
Permanent differences - not deductible cost	33 071	5 907
Change in temporary differences	(5 352 086)	0
Emission cost posted against equity	0	(4 335)
Unrealized change in value of financial instruments	0	(125 007)
Loss carry forward previous year	(162 049)	0
<b>Tax base</b>	<b>(5 742 268)</b>	<b>573 451</b>

	2020	2019
Deferred tax/tax asset		
Assets	8 179 079	(220 556)
Leasing agreements	11 847	0
Other provisions ( not tax deductible)	(3 046 620)	0
Deferred tax loss carry forward	(5 742 268)	(172 013)
<b>Total</b>	<b>(597 962)</b>	<b>(392 568)</b>

	2020	2019
Calculated deferred tax liability (-)/ assets (+).	22 %	22 %
Tax effect on reserve for changes in fair value of derivative instrument	131 552	86 365
Deferred tax asset on cash flow hedge reserve OKLA A70	0	(139 906)
Deferred tax liability on cost of hedge reserve OKLA A70	11 634	0
Deferred tax liability (-)/ asset (+)	(4 502)	0
<b>Deferred tax liability (-)/ asset (+)</b>	<b>138 683</b>	<b>(53 540)</b>



FALCK RENEWABLES VIND AS

## Note 4 - Tangible and intangible assets

	Intangible assets	Office equipment	Tangible assets	Total
Acquisition cost at 01.01	5 176 047	5 117	64 458 623	69 639 787
Additions	39 649	0	5 983 530	6 023 179
Write down	0	0	(279 320)	(279 320)
Acquisition cost at 31.12	5 215 696	5 117	70 162 833	75 383 646
Accumulated depreciation 1.1	-	-	-	-
Depreciation of the year	(60 248)	(1 019)	(2 214 309)	(2 275 575)
Accumulated depreciation 31.12	(60 248)	(1 019)	(2 214 309)	(2 275 575)
Depreciation period	25 years	5 years	25 years	-
Net carrying value at 31.12	5 155 448	4 098	67 948 524	73 108 070
<b>Details of projects under construction</b>		2020	2019	
Okla vindkraftverk	Intangible	3 839 059	3 839 059	
Okla vindkraftverk	Tangible	12 282 439	7 521 608	
Total		16 121 498	11 360 667	

The turbine plant at Henney will subsequently depreciate down to its estimated residual value

## Note 5 - leases

### Leases recognized under Other long-term assets

	2020
Acquisition cost at 01.01	224 139
Additions	106 172
Disposals	
Acquisition cost at 31.01	330 311
Accumulated depreciation and impairment at 01.01	6 720
Depreciation	19 603
Impairment	
Payments	
Accumulated depreciation and impairment at 31.12	26 323
<b>Total value at 31.12.</b>	<b>300 382</b>

### Liabilities recognized under Non-current financial liabilities

#### Overview of remaining estimated lease payments

	2020	2019
Within 1 år	38 507	23 723
1 to 5 years	66 266	68 316
After 5 years	261 647	245 139
<b>Total value at 31.12.</b>	<b>366 419</b>	<b>337 178</b>

#### Overview of present value of remaining lease payments

	2020	2019
Within 1 år	37 478	20 989
1 to 5 years	60 174	65 930
After 5 years	174 423	139 420
<b>Total value at 31.12.</b>	<b>272 075</b>	<b>226 339</b>

#### Liability in balance sheet

	2020	2019
Current liability	30 458	13 672
Non-current liability	241 618	212 667
<b>Total value at 31.12.</b>	<b>272 075</b>	<b>226 339</b>

#### Lease - cost recognized as expense

	2020	2019
Rent premises (office rent)	35 435	20 803
<b>Total value at 31.12.2020, included in other operating expenses</b>	<b>35 435</b>	<b>20 803</b>



FALCK RENEWABLES VIND AS

## Note 6 - Intercompany balances with group companies and associates

Parent company		2020	2019
Payables		0	(4 820)
Other accrued expenses		(429 367)	(420 759)
Financial receivables (cash pool)		5 741 879	15 856 834
Financial liabilities		0	0
Other current liabilities		0	(51 119 643)
Other shareholders and related parties			
Sales		1 579 209	0
Purchases		(1 226 430)	0
Payables		323 882	(2 608 528)
Receivables		209 041	318 417

## Note 7 - Other current assets

		2020	2019
Outstanding VAT		522 815	1 811 378
Prepaid expenses		685 008	415 225
Other short term receivables		69 964	322 448
<b>Total</b>		<b>1 277 787</b>	<b>2 549 051</b>

## Note 8 - Cash and cash equivalents

		2020	2019
Bank deposits NOK		1 055 983	432 911
Bank deposits EUR		1 394 947	38 264
Bank deposits - tax withholdings		13 052	7 325
<b>Total</b>		<b>2 463 982</b>	<b>478 505</b>

## Note 9 - Share capital and shareholder information

Shareholders	Number of shares	Percent	Face value NOK	Book value NOK	Book value EUR
Falck Renewables SPA	39 965	89 %	1 100	43 961 500	4 597 581
SFE Produksjon AS	5 124	11 %	1 100	5 636 400	589 466
<b>Total</b>	<b>45 089</b>			<b>49 597 900</b>	<b>5 187 047</b>

## Note 10 - Pensions

### Occupational pension scheme

The company is required to have an occupational pension scheme in accordance with the Norwegian law on required occupational pension ("Lov om obligatorisk tjenestepensjon"). The company's pension scheme meets the requirements of that law. The company has two employees at 31. December, they are included in the scheme.

## Note 11 - Hedge accounting-operations

In December 2018 the company entered into a commodity (electricity) swap with a high standing financial institution to fix the sale price Hennøy Wind plant production of electricity

At year-end the fair market value of the derivative instrument is posted as an equity reserve is EUR 25 284

The hedging reserve comprises the effective portion of the cumulative net change in fair value of cash flow hedges related to the hedged transactions that have not yet taken place. Movements in the hedging reserve, and the related tax effect (22%), are described in the table below.

	Opening balance at 1.1	Change during the year	Closing balance at 31.12
Commodity swaps	635 935	(469 351)	166 584
Deferred tax	(139 906)	139 906	(0)
<b>Total</b>	<b>496 029</b>	<b>(329 445)</b>	<b>166 584</b>

## Note 12 - Derivative instrument

In 2018 the company entered into a currency forward derivative with the parent company Falck Renewables SpA in order to hedge the currency exchange risk NOK/EUR related to future payments of contract obligation costs.

The fair market value of the derivative instrument is at 31st December (asset) is EUR:

	2020
Fair value	30 940
Tax effect	(4 923)
<b>Net value</b>	<b>26 017</b>



## FALCK RENEWABLES VIND AS

### Note 13 – Ultimate parent undertaking and controlling party

The immediate parent undertaking is Falck Renewables SpA, a company incorporated in Italy listed in the STAR segment of the Italian Stock Exchange. The ultimate parent undertaking and controlling party is Finmeria Srl, a company incorporated in Italy. Finmeria Srl is the parent undertaking of the largest group of undertakings to consolidate these financial statements at 31 December. The consolidated financial statements of Finmeria Srl are available from Via Alberico Albricci 8, 20122 Milano, Italy. Falck Renewables SpA is the parent undertaking of the smallest group of undertakings to consolidate these financial statements. The consolidated financial statements of Falck Renewables SpA can be obtained from Via Alberto Falck 4-16, 20099 Sesto San Giovanni, Italy

### Note 14 - Earnings per share

	2020	2019
Profit attributable to the ordinary equity holders of the company used in calculating basic earnings per share:	-1 064 786	-182 209
Profit attributable to the ordinary equity holders of the company used in calculating diluted earnings per share:	-1 064 786	-182 209
Number of ordinary shares and potential ordinary shares used as the denominator in calculating diluted earnings per share:	45 089	19 545
Number of ordinary shares used as the denominator in calculating basic earnings per share	45 089	19 545

### Note 15 - Finance costs

Finance costs consists of:	2020	2019
Disagio - currency EUR unrealized	768 706	0
Exchange rate differences on swap operations	217 127	28 706
Other finance costs	74 306	-46 607
<b>Total:</b>	<b>1 060 139</b>	<b>-17 900</b>

### Note 16 - Sales

	2020	2019
Sale of electricity in Norway	4 592 584	0
Rendering of services in Norway, Sweden	57 901	318 417
<b>Total:</b>	<b>4 650 485</b>	<b>318 417</b>

### Note 17 - Provision for asset retirement obligation

	2020	2019
Opening balance at 1.1	3 024 560	0
Change of accrual in period	196 892	3 024 560
<b>Closing balance at 31.1</b>	<b>3 221 452</b>	<b>3 024 560</b>

The provision for removal costs are added to the book value and then depreciated over the estimated useful lifespan of the plant



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Regnskapsregisteret  
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22<sup>nd</sup> January 2021

**NOTICE OF CHANGE OF FUNCTIONAL CURRENCY - FALCK RENEWABLES VIND AS, REG. NO. 989 074 687 (the "Company")**

Pursuant to the Norwegian Accounting Act section 3-4 first and second paragraph, the accounting currency for the annual financial statement should be Norwegian Kroner or the applicable currency in which the operation of the company mainly is related to (functional currency).

On behalf of FALCK RENEWABLES VIND AS, REG. NO. 989 074 687, it is hereby notified that the Company has changed its functional currency from Norwegian Kroner to Euro, effectively from the financial year of 2020.

The Company presents its annual financial statements in accordance with IFRS/IAS. The mentioned accounting standards also applies for the Company's reporting obligation towards the shareholders. Pursuant to IAS 21, the functional currency of the company is determined to be Euro.

On behalf of **Falck Renewables Vind AS**

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Carmelo Scalone  
Chairman