



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2021 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 985 943 265
Organisasjonsform: Aksjeselskap
Foretaksnavn: SVARTISEN HOLDING AS
Forretningsadresse: c/o Gram Hambro & Garman
Rådhusgata 5B
0151 OSLO

Regnskapsår

Årsregnskapets periode: 01.01.2021 - 31.12.2021

Konsern

Morselskap i konsern: Ja
Konsernregnskap lagt ved: Ja

Regnskapsregler

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

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Riku Kananen
Dato for fastsettelse av årsregnskapet: 17.02.2022

Grunnlag for avgivelse

År 2021: Årsregnskapet er elektronisk innlevert
År 2020: Tall er hentet fra elektronisk innlevert årsregnskap fra 2021

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, 03.08.2023



Resultatregnskap

Beløp i: EUR	Note	2021	2020
RESULTATREGNSKAP			
Kostnader			
Personell costs	7	14 377	15 693
Other operating expenses	7,8,9	42 694	164 151
Sum kostnader		57 071	179 844
Driftsresultat		-57 071	-179 844
Finansinntekter og finanskostnader			
Inntekt på investering i datterselskap og tilknyttet selskap		6 273 685	2 034 395
Inntekt på andre investeringer		2 055 906	2 010 524
Renteinntekt fra foretak i samme konsern		1 158 210	1 214 460
Annen finansinntekt		185 157	333 949
Sum finansinntekter		9 672 958	5 593 328
Annen finanskostnad	8	2 077 159	2 796 070
Sum finanskostnader		2 077 159	2 796 070
Netto finans		7 595 799	2 797 258
Ordinært resultat før skattekostnad		7 538 728	2 617 414
Tax om ordinary income	6	3 089 343	-2 149 874
Ordinært resultat etter skattekostnad		4 449 385	4 767 288
Årsresultat		4 449 385	4 767 288
Overføringer og disponeringer			
Ordinært utbytte		7 000 000	4 000 000
Overføringer til/fra annen egenkapital		-2 550 615	767 288
Sum overføringer og disponeringer		4 449 385	4 767 288



Balanse

Beløp i: EUR	Note	2021	2020
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Konsesjoner, patenter, lisenser, varemerker og lignende rettigheter	4	2 450 990	2 450 990
Utsatt skattefordel	6	0	2 578 381
Sum immaterielle eiendeler		2 450 990	5 029 371
Finansielle anleggsmidler			
Investering i datterselskap	4	87 214 198	87 214 198
Lån til foretak i samme konsern	5	36 606 998	39 606 998
Andre fordringer	9,11	162 463 023	162 463 023
Sum finansielle anleggsmidler		286 284 219	289 284 219
Sum anleggsmidler		288 735 209	294 313 590
Omløpsmidler			
Varer			
Fordringer			
Andre fordringer	5	7 689 607	2 332 990
Sum fordringer		7 689 607	2 332 990
Bankinnskudd, kontanter og lignende			
Bankinnskudd, kontanter og lignende		3 280 025	5 585 536
Sum bankinnskudd, kontanter og lignende		3 280 025	5 585 536
Sum omløpsmidler		10 969 632	7 918 526
SUM EIENDELER		299 704 841	302 232 116

BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital



Balanse

Beløp i: EUR	Note	2021	2020
Selskapskapital	1	12 287 837	12 287 837
Overkurs	1	55 845 834	55 845 834
Sum innskutt egenkapital		68 133 671	68 133 671
Opptjent egenkapital			
Annen egenkapital	1	1 127 777	3 678 392
Sum opptjent egenkapital		1 127 777	3 678 392
Sum egenkapital		69 261 448	71 812 063
Gjeld			
Langsiktig gjeld			
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	9	222 500 000	226 000 000
Sum annen langsiktig gjeld		222 500 000	226 000 000
Sum langsiktig gjeld		222 500 000	226 000 000
Kortsiktig gjeld			
Leverandørgjeld		2 498	4 912
Betalbar skatt		524 766	0
Skyldige offentlige avgifter		1 128	1 142
Utbytte		7 000 000	4 000 000
Annen kortsiktig gjeld		415 000	414 000
Sum kortsiktig gjeld		7 943 392	4 420 054
Sum gjeld		230 443 392	230 420 054
SUM EGENKAPITAL OG GJELD		299 704 840	302 232 117



Konsernets resultatregnskap

Beløp i: EUR	Note	2021	2020
RESULTATREGNSKAP			
Inntekter			
Sales	9,10	20 617 835	13 091 981
Sum inntekter		20 617 835	13 091 981
Kostnader			
Personell costs	7	81 876	82 956
Depreciations	2,3	3 920 135	3 921 141
Other operating expenses	7,8,9	7 089 696	4 273 989
Sum kostnader		11 091 707	8 278 086
Driftsresultat		9 526 128	4 813 895
Finansinntekter og finanskostnader			
Investments Hafslund	8	916 206	2 010 525
Financial income	8	521 172	938 009
Sum finansinntekter		1 437 378	2 948 534
Financial expenses	8	2 741 477	3 703 881
Sum finanskostnader		2 741 477	3 703 881
Netto finans		-1 304 099	-755 347
Ordinært resultat før skattekostnad		8 222 029	4 058 548
Tax om ordinary income	6	10 691 625	-4 570 967
Ordinært resultat etter skattekostnad		-2 469 596	8 629 515
Årsresultat		-2 469 596	8 629 515
Overføringer og disponeringer			
Ordinært utbytte		7 000 000	4 000 000
Overføringer til/fra annen egenkapital		-9 469 596	4 629 516
Sum overføringer og disponeringer		-2 469 596	8 629 516



Konsernets balanse

Beløp i: EUR	Note	2021	2020
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Offtake rights	2	113 318 532	116 868 995
Sum immaterielle eiendeler		113 318 532	116 868 995
Varige driftsmidler			
Plant and equipment	3	11 373 522	11 743 194
Sum varige driftsmidler		11 373 522	11 743 194
Finansielle anleggsmidler			
Other investments	9,11	162 463 023	162 463 023
Natural resource tax	6	795 236	752 667
Sum finansielle anleggsmidler		163 258 259	163 215 690
Sum anleggsmidler		287 950 313	291 827 879
Omløpsmidler			
Varer			
Fordringer			
Accounts receivables		595 248	26 613
Other receivables		9 440 189	311 607
Sum fordringer		10 035 437	338 220
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents		15 161 765	11 314 485
Sum bankinnskudd, kontanter og lignende		15 161 765	11 314 485
Sum omløpsmidler		25 197 202	11 652 705
SUM EIENDELER		313 147 515	303 480 584

BALANSE - EGENKAPITAL OG GJELD



Konsernets balanse

Beløp i: EUR	Note	2021	2020
Egenkapital			
Innskutt egenkapital			
Share capital	1	12 287 837	12 287 837
Overkurs	1	55 845 834	55 845 834
Sum innskutt egenkapital		68 133 671	68 133 671
Opptjent egenkapital			
Other equity	1	-4 818 654	4 650 942
Sum opptjent egenkapital		-4 818 654	4 650 942
Sum egenkapital		63 315 017	72 784 613
Gjeld			
Langsiktig gjeld			
Utsatt skatt	6	3 674 194	1 210 934
Sum avsetninger for forpliktelser		3 674 194	1 210 934
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	9	222 500 000	226 000 000
Sum annen langsiktig gjeld		222 500 000	226 000 000
Sum langsiktig gjeld		226 174 194	227 210 934
Kortsiktig gjeld			
Leverandørgjeld		6 555 255	139 245
Betalbar skatt	6	8 242 169	-1 553 305
Skyldige offentlige avgifter		906 322	5 859
Utbytte		7 000 000	4 000 000
Annen kortsiktig gjeld		954 560	893 239
Sum kortsiktig gjeld		23 658 306	3 485 038
Sum gjeld		249 832 500	230 695 972
SUM EGENKAPITAL OG GJELD		313 147 517	303 480 585



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Statsautoriserte revisorer
Ernst & Young AS

Dronning Eufemias gate 6a, 0191 Oslo
Postboks 1156 Sentrum, 0107 Oslo

Foretaksregisteret: NO 976 389 387 MVA
Tlf: +47 24 00 24 00

www.ey.no
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INDEPENDENT AUDITOR'S REPORT

To the Annual Shareholders' Meeting of Svartisen Holding AS

Opinion

We have audited the financial statements of Svartisen Holding AS (the Company), which comprise the financial statements of the Company and the consolidated financial statements of the Company and its subsidiaries (the Group). The financial statements of the Company and the Group comprise balance sheet as at 31 December 2021, income statement 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 financial statements comply with applicable legal requirements and give a true and fair view of the financial position of the Company and the Group as at 31 December 2021 and their financial performance and cash flows for the year then ended in accordance with the the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for opinion

We conducted our audit in accordance with 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 and the Group in accordance with the requirements of the relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), 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.

Other information

Other information consists of the information included in the annual report other than the financial statements and our auditor's report thereon. Management (the board of directors and Managing Director) is responsible for the other information. Our opinion on 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 board of directors' report contains the information required by legal requirements and 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, we conclude that there is a material misstatement of this other information or that the information required by legal requirements is not included, we are required to report that fact.

We have nothing to report in this regard, and in our opinion, the board of directors' report is consistent with the financial statements and contains the information required by applicable legal requirements.

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 and the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern



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and using the going concern basis of accounting unless management either intends to liquidate the Company or the Group, or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 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 and the Group'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 and the Group'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 and the Group 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the board of directors 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.

Oslo, 17. February 2022
ERNST & YOUNG AS

Andreas Lie
State Authorised Public Accountant (Norway)

Independent auditor's report - Svartisen Holding AS 2021

A member firm of Ernst & Young Global Limited



Directors' Report 2021

Svartisen Holding AS

Svartisen Holding AS (founded the 12th of August, 2003), is owned by three Finnish regional energy companies/co-operatives Vantaan Energia Oy, Oy Turku Energia – Åbo Energi Ab and Keskusosuuskunta Oulun Seudun Sähkö. Svartisen Holding AS was originally established for the purpose of acquiring 100 per cent of the shares in Eastern Norge Svartisen AS (ENS) from TXU Europe Group Plc and for owning the acquired shares.

In 2018 (12th June 2018), Svartisen Holding AS acquired 10 per cent of the shares in the capital of the company Hafslund Produksjon Holding AS (HPH). HPH is a hydropower producer in Norway owning several hydropower plants in the Glomma rivers system through its subsidiaries.

Production

ENS has made a long-term lease agreement which gives ENS a right to use 26,1 % of the Svartisen's power plant's electricity production capacity. Vantaan Energia, Turku Energia and Oulun Seudun Sähkö (hereinafter as Counterparties) have the right to nominate the power from the power plant as mentioned above.

There is an agreement, a SWAP Contract (hereinafter as ESC), between ENS and Counterparties. The ESC effectively fixes the payment that ENS receives and the Counterparties pay. Under the ESC the Counterparties receive a payment based on a floating price and a time-varying quantity of electricity from the Svartisen's power plant by each Counterparty. The ESC is in effect until 31.12.2027. The ESC has been amended 2019 and onwards to compensate the effect of the Ground Interest Tax by Counterparties.

During the year 2021, the electricity production for the buyers under the long-term swap agreement was 558,4 GWh, which is about 516 GWh more than in 2020. The production was about 98 percent of the long-term average yearly water inflow.

Besides annual service periods, there were no major unavailabilities.

The water inflow was 659 GWh which is above the long-term average 570 GWh. The water level in the reservoir increased. At the end of 2021, ENS's share of the energy content in the reservoir was 879 GWh, which is 50 GWh more than at the end of 2020. ENS's share of the total capacity of the reservoir is 1311 GWh. ENS's share of the concession power sales was 53 GWh.

HPH is a holding company owning hydropower productions assets, and there is no direct production related activity between SH and HPH.

Organization

Svartisen Holding AS is a company, which has a part-time Managing Director based in Finland. The company has an office in Oslo. The management of the company is administered together with the subsidiary Eastern Norge Svartisen AS in Norway with the assistance from parent companies based in Finland together with service providers like Azets Insight AS and the law firm Gram, Hambro & Garman.



The Board of Directors on 2021 has been: Mr. Jukka Toivonen (Chairman), Mr. Timo Honkanen and Mr. Risto Kantola. Mr Timo Patana has been the Managing Director during the year 2021.

Environment

Svartisen Holding AS does not pollute the external environment beyond what is normal for this type of activity.

Equal status

Although the Company endeavours to avoid the gender discrimination, as of 31 December 2021 the Board consists of three men and no women. There are no plans currently to increase the number of women.

Sales

The Financial Statements for 2021 show no operating revenues for Svartisen Holding AS. Svartisen Holding Group had a sales of 20.618 million EUR. It is about 57 % more than in the year before. The rise is due to ground interest tax compensations and increased variable fees due to higher than before transmission fees.

Commentary to the Annual Accounts

Svartisen Holding Group's normal operational expenses were as expected during the year 2021. Due to high power price, the cost of transmission losses in power production were higher than normally. The negative tax effect increased the result in 2020, making the year 2021 equally lower, due to internal ground interest tax mechanism. With current operating principle it can be stated that changes in the taxation increased the 2020 result with a similar amount as it decreased the 2021 result.

The normal income of the company consists of the interest of the intra group loan and revenues from the subsidiary Eastern Norge Svartisen AS.

A group contribution of 4.893.474 EUR and a dividend of 1.139.700 EUR is expected from Eastern Norge Svartisen AS in 2021. Eastern Norge Svartisen AS has a net loss of 477.650 EUR. The profitability was below normal year due to changes in ground interest taxation.

Hafslund Produksjon Holding AS distributed a dividend of 9.1 million NOK. The dividend was lower than expected due to the electricity market situation in 2020. The dividend in 2022 is expected to be much higher due to high spot energy prices during 2021.

Financing

The Company has with Nordea Bank Finland Plc interest rate hedging agreements covering the facility amount of 85 million EUR. The amount consists of three separate agreements that are gradually decreasing. There are also interest rate hedging agreements covering the amount of 125 million EUR with OP Bank, three different agreements gradually increasing to replace the decreasing Nordea coverage. At the end of 2021 the active agreement coverage is 120 million EUR.

According to the repayment schedules, there were repayments worth 3,5 million EUR scheduled for 2021 for the loan with OP Bank.



Going Concern Assumption

In the view of financing arrangements and the forecasted results from the wholly owned subsidiary, the directors have reviewed the anticipated cash flows of the company and are satisfied that it will have access to sufficient cash resources to meet with its obligations as they fall due. In accordance with the provisions of the Norwegian Accounting Act, the company confirms that the accounts have been prepared on the going concern assumption.

Future Development

ENS has the Electricity SWAP agreement with Svartisen Holding AS Counterparties. Due to the SWAP agreement ENS is not exposed to financial risks related to the water volume and the power market price during the agreement period. The company is exposed to risks related to production costs, the technical availability of the plant and the exchange rate. During the years 2022-2024, yearly revenues will be approximately at the same level as in 2021.

The power production in year 2022 is estimated to be lower than 2021. The operational costs are expected to be approximately at the same level as during the year 2021.

The Group is exposed to the financial risk bound to exchange and interest rates. The Group controls this risk through different precaution actions in the derivative market.

ENS dividends are expected to continue at a relatively low level. The financial income from the intra group loan is anticipated to be at the same level as 2021. Interest costs of the bank loans are expected to be at the same level as in the year 2021. During the year, the company expects operational costs to remain in line with previous years.

HPH dividends are expected to continue at a higher level than expected when the acquisition took place. Energy spot sales in southern Areas of Norway have gained a lot due to electricity export to central Europe and the UK.

Allocation of net profit

Svartisen Holding AS reported a net profit of 4.449 million EUR. The board proposes to distribute a dividend of 7 million EUR. Svartisen Holding Group reported a net loss of 2.470 million EUR and other equity as of 31st December 2021 is -4.819 million EUR.

After the end of the financial period, no essential changes have taken place in the financial position of the Company. The Board of Directors is of the opinion that the proposed distribution of the profit does not endanger the liquidity of the company.

Svartisen Holding AS

Oslo, the 17th of February 2022

Jukka Toivonen
Chairman of the Board

Timo Honkanen
Board Member

Risto Kantola
Board Member

Timo Patana



Managing Director



Financial Statements 2021

Svartisen Holding AS

Org. Nr 985 943 265

Utarbeidet av Azets Insight AS





INCOME STATEMENT 01.01 - 31.12

Svartisen Holding AS		Svartisen Holding Group			
2021	2020	Amount in EUR	Notes	2021	2020
Revenue					
-	0	Sales	9,10	20 617 835	13 091 981
-	0	Other income			0
-	0	Revenue		20 617 835	13 091 981
Operating expenses					
-	0	Depreciations and amortizations	2,3	3 920 135	3 921 141
14 377	15 693	Personell costs	7	81 876	82 956
42 694	164 151	Other operating expenses	7,8,9	7 089 696	4 273 989
57 071	179 844	Total operating expenses		11 091 707	8 278 086
-57 071	-179 844	Profit (loss) from operating activities		9 526 127	4 813 895
FINANCIAL INCOME AND EXPENSES					
9 672 958	5 593 329	Financial income	8	1 437 378	2 948 534
2 077 159	2 796 070	Financial expenses	8	2 741 477	3 703 881
7 595 799	2 797 259	Net financials		-1 304 098	-755 347
7 538 729	2 617 415	Operating result before tax		8 222 029	4 058 548
3 089 343	-2 149 874	Taxes on ordinary income	6	10 691 625	-4 570 967
4 449 385	4 767 289	Net profit (loss) for the year		-2 469 596	8 629 515
Information on disposals:					
(7 000 000)	-4 000 000	Dividends to shareholders		-7 000 000	-4 000 000
2 550 615	-767 288	Transferred to/from other equity		9 469 596	-4 629 516
0		Transferred from other equity		0	0
-4 449 385	-4 767 288	Total disposable		2 469 596	-8 629 516



ASSETS 31.12

Svartisen Holding AS		Svartisen Holding Group	
EUR		EUR	EUR
2021	2020	2021	2020
		Amount in EUR	Notes
Non current assets			
Intangible tangible assets			
0	2 578 381	Deferred income tax asset	6
0	0	Offtake rights	2
0	2 578 381	Total intangible fixed assets	113 318 532 116 868 995
Tangible fixed assets			
0	0	Plant and equipment	3
0	0	Total tangible assets	11 373 522 11 743 194
Financial assets			
		Natural resource tax	6
36 606 998	39 606 998	Loans to Group companies	5
89 665 188	89 665 188	Investments in subsidiaries	4
162 463 023	162 463 023	Other investments	9, 11
288 735 209	291 735 209	Total financial assets	163 258 260 163 215 691
288 735 209	294 313 590	Total non current assets	287 950 314 291 827 880
CURRENT ASSETS			
Debtors			
0	0	Accounts receivables	595 248
7 413 385	2 034 395	Receivables from subsidiaries	5
276 222	298 595	Other receivables	9 440 189
7 689 607	2 332 990	Total receivables	10 035 437 338 220
3 280 025	5 585 536	Cash and cash equivalents	15 161 765
10 969 632	7 918 527	Total current assets	25 197 202 11 652 705
299 704 841	302 232 117	TOTAL ASSETS	313 147 516 303 480 585



EQUITY AND LIABILITIES 31.12

Svartisen Holding AS		Svartisen Holding Group			
EUR	EUR	Amount in EUR	Notes	EUR	EUR
2021	2020			2021	2020
EQUITY					
Owners equity					
12 287 837	12 287 837	Share capital	1	12 287 837	12 287 837
55 845 834	55 845 834	Share premium	1	55 845 834	55 845 834
68 133 671	68 133 671	Total owners equity		68 133 671	68 133 671
Retained earnings					
1 127 777	3 678 392	Other equity	1	-4 818 654	4 650 942
1 127 777	3 678 392	Total accumulated profits		-4 818 654	4 650 942
69 261 448	71 812 063	Total equity		63 315 017	72 784 613
LIABILITIES					
Long term liabilities					
222 500 000	226 000 000	Liabilities to financial institutions	9	222 500 000	226 000 000
0	0	Other long term liabilities	9	0	0
0	0	Deferred tax	6	3 674 194	1 210 934
222 500 000	226 000 000	Total long term liabilities		226 174 194	227 210 934
Current liabilities					
2 498	4 912	Trade creditors		6 555 255	139 245
524 766	0	Tax payable	6	8 242 169	-1 553 305
1 128	1 142	Public duties payable		906 322	5 859
7 000 000	4 000 000	Dividends payable	1	7 000 000	4 000 000
415 000	414 000	Other current liabilities		954 560	893 239
7 943 393	4 420 054	Total current liabilities		23 658 305	3 485 038
230 443 393	230 420 054	Total Liabilities		249 832 499	230 695 972
299 704 841	302 232 117	TOTAL EQUITY AND LIABILITIES		313 147 516	303 480 585

Oslo, February 17th 2022

Jukka Toivonen
Chairman of the Board

Timo Honkanen
Board member

Risto Kantola
Board member

Timo Patana
Managing Director



Svartisen Holding AS			Svartisen Holding Group		
2021	2020	Amount in EUR	2021	2020	
Cash flow from operating activities					
7 538 729	2 617 414	Profit before taxes	8 222 029	4 058 549	
13 804	-12 815	Tax payable	1 524 540	-6 993 713	
0	0	Depreciation	3 920 135	3 921 141	
-2 414	2 031	Changes in account receivables and trade creditors	5 847 375	2 166 845	
0	0	Currency effect	0	0	
-5 355 630	4 272 345	Changes in other accruals	-8 166 798	246 702	
2 194 489	6 878 975	Net cash flow from operating activities	11 347 281	3 399 524	
Cash flow from investing activities					
0	0	Purchase of other investments	0	0	
0	0	Purchased equipment	-1	-1	
3 000 000	3 500 000	Loan to group companies	0	0	
3 000 000	3 500 000	Net cash flow from investing activities	-1	-1	
Cash flow from financing activities					
-4 000 000	-6 000 000	Paid dividends	-4 000 000	-6 000 000	
0	0	Currency effect on long time debt	0	0	
0	0	Equity contribution	0	0	
0	226 000 000	New loan	0	226 000 000	
-3 500 000	-226 196 937	Repayment of debt	-3 500 000	-226 196 937	
-7 500 000	-6 196 937	Net cash flow from financing activities	-7 500 000	-6 193 937	
-2 305 511	4 182 038	Net change in cash and cash equivalents	3 847 280	-2 797 414	
5 585 536	1 403 498	Cash and cash equivalents at 01.01	11 314 485	14 111 899	
3 280 025	5 585 536	Cash and cash equivalents at 31.12	15 161 765	11 314 485	



Accounting Principles

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

Basis for consolidation

The consolidated accounts comprise the parent company Svartisen Holding AS and the subsidiary Eastern Norge Svartisen AS. The consolidated accounts are prepared such that the group of companies are presented as a single economic entity. Intercompany transactions have been eliminated from the consolidated accounts. The consolidated accounts are prepared based on common accounting principles for both parent and subsidiary. The shares in Eastern Norge Svartisen AS was acquired December 29th 2003.

Acquired subsidiaries are reported in the annual accounts on the basis of the parent company's acquisition cost. The acquisition cost is identified by attributing fair values to the separable net assets acquired. Surplus value or values below the fair value of separable net assets are reported in the balance sheet as goodwill or negative goodwill. Goodwill is amortized based on the straight line method over its expected useful economic life.

Subsidiaries

Subsidiaries are valued by the cost method in the company accounts. The investment is valued as cost of acquiring shares in the subsidiary, providing that write down is not required. Write down to fair value will be carried out if the reduction in value is caused by circumstances which may not be regarded as incidental, and deemed necessary by generally accepted accounting principles. Write downs are reversed when the cause of the initial write down are no longer present.

Dividends and other distributions are recognized in the same year as appropriated in the subsidiary accounts. If dividends exceed withheld profits after acquisition, the exceeding amount represents reimbursement of invested capital, and the distribution will be subtracted from the value of the acquisition in the balance sheet.

Sales revenue

Sales revenues are recognized at the time of delivery. Loss or income on financial hedging instruments are classified as sales revenue and is recognized at the time of delivery for the secured power. Unrealized gain / losses related to hedging instruments is not reflected the financial statements.

Classification of items in the Balance Sheet

Net current assets and short term liabilities include items due less than one year from draw-down and items tied to the operating cycle. Other entries are classified as fixed assets and long term liabilities.

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, but is written down to fair value if the reduction in fair value if the reduction in fair value is considered permanent. Long term debt are recognized at nominal value. 1st year of settlements do not reclassify as short term debt.

Account receivables

Account receivables and other current receivables are recorded in the balance sheet at cost less provisions for doubtful receivables. Provisions for doubtful receivables 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.

Monetary items in foreign exchange

Foreign currency transactions are recorded at transaction rate, while balance sheet items are recorded at yearend exchange rates.



Prepaid off take rights

In 1998 the subsidiary Eastern Norge Svartisen AS entered into an agreement with Nordland Fylkeskommune and AS Nordlandskraft regarding off take rights of power from Svartisen power plant. Currently the off take right applies to 87 per cent of Fylkeskommunen's 30 per cent share in Svartisen power plant, and the contract covers 55 years with 32 years remaining. The company has to cover investment- and administration costs for their share of production while the agreement is in force. The group amortize the prepaid off take rights linearly over the lifetime of the agreement.

Equipment

Equipment is capitalized and depreciated over the estimated useful economic life. Maintenance costs are expensed as incurred, whereas improvements and upgrading are assigned to the acquisition cost and depreciated along with the asset. If carrying value of a non current asset exceeds the estimated recoverable amount, the asset is written down to the recoverable amount. The recoverable amount is the greater of the net fair value and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value.

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 balance sheet values for accounting purposes and taxation purposes and taxation loss carried forward, at the year end. Temporary differences that can be offset is netted in the balance sheet. Deferred tax assets are recorded in the balance sheet to the extent it is highly probable that the tax assets will be utilized.

Ground interest tax

Ground interest is taxed by a rate of 47,4%. The taxation is based on hourly spot prices with deductions of operating cost and tax payable on ordinary income. The company is allowed a minimum level of Ground Interest Income (Free Income) based on depreciated investment costs. Each powerstation is a taxable unit. Negative ground income is paid in the settlement with the income year according to the Tax Payment Act.

Natural resource tax

Natural resource tax is an income independent tax. It is estimated on the basis of average annual production the last 7 years. The tax rate is currently 1,3 øre/kwh. Natural resource tax can be deducted from income tax. It can also be deferred and it is therefore normally not considered as a tax-expense. Deferred natural resource is classified as a financial fixed asset.

Cash flow

The cash flow statement is made by indirect method. The cash flow statement contains cash, cash equivalents and other short term liquid investments.

Functional and presentation currency.

Eastern Norge Svartisen AS has its financing agreements and sale revenues in EUR. As a result it was determined that the functional currency was EUR. Due to this, Svartisen Holding AS changed also its presentation currency to EUR.



Note 1 Owners equity

Amount in EUR

Svartisen Holding AS

	Issued capital	Share premium	Other equity	Total - equity
Owners equity 01.01	12 287 837	55 845 834	3 678 392	71 812 063
Equity contribution	0	0		0
Profit for the year	0	0	4 449 385	4 449 385
Dividend	0	0	-7 000 000	-7 000 000
Owners equity 31.12.	12 287 837	55 845 834	1 127 777	69 261 448

Owners Equity NOK 111 691 896

Svartisen Holding Group

	Issued capital	Share premium	Other equity	Total - equity
Owners equity 01.01	12 287 837	55 845 834	4 650 942	72 784 613
Equity contribution	0	0	0	0
Profit for the year	0	0	-2 469 596	-2 469 596
Dividend	0	0	-7 000 000	-7 000 000
Owners equity 31.12.	12 287 837	55 845 834	-4 818 654	63 315 017

Share capital	Number of shares	Nominal value	Share capital
Ordinary shares	110 586 036	1,01	111 691 896 NOK 12 287 837 EUR

Shareholders at 31.12:

	Shares	Ownership share	Voting rights
Vantaan Energia	54 883 850	49,6 %	49,6 %
Turku Energia	38 417 589	34,7 %	34,7 %
Oulun Seudun Sähkö	17 284 597	15,6 %	15,6 %
Total	110 586 036	100,0 %	100,0 %

Note 2 Intangible assets

Amount in EUR

Svartisen Holding Group

Off take rights	2021	2020
Acquisition cost 1.1.	177 708 199	177 708 199
Additions	0	0
Disposals	0	0
Acquisition cost 31.12	177 708 199	177 708 199
Accumulated amortization at 31.12	64 389 667	60 839 204
Net carrying amount at 31.12	113 318 532	116 868 995
Amortization for the year	3 550 463	3 550 463
Amortization period	50 years	50 years



Note 3 Tangible assets

Amount in EUR

Svartisen Holding Group

Equipment	2021	2020
Acquisition cost 1.1	16 016 640	16 016 636
Additions	0	4
Disposals	0	0
Acquisition cost 31.12	16 016 640	16 016 640
Accumulated depreciation 31.12	4 643 118	4 273 444
Net carrying amount at 31.12	11 373 522	11 743 196
Depreciation for the year	369 674	370 677

Both parent and group uses straight line depreciation method for all fixed assets. The economic lifetime is estimated to 3 years for ordinary equipment. For the new turbine and the renovated turbine the lifetime is estimated to 40 years.

Note 4 Investment in subsidiaries

Amount in EUR

Company	Acquisition date	Location	Share ownership	Voting rights
Eastern Norge Svartisen AS	29.12.03	Bodø	100 %	100 %

Company	Share capital	Number of shares	Total face value	Book value
Eastern Norge Svartisen AS	22 011 200	2 000 000	22 011 200	89 665 189

Note 5 Intercompany balance group company and associate

Amount in EUR

Svartisen Holding AS	2021	2020
Loan to Eastern Norge Svartisen	36 606 998	39 606 998
Short term receivables from Eastern Norge Svartisen	7 687 937	2 034 395
Total	44 294 935	41 641 393

The loan was converted from NOK to EUR at 01.01.2017. The loan can be terminated by Svartisen Holding AS. If the loan is terminated it must be redeemed within 10 workdays. No such termination is done as of today. Svartisen Holding has also committed them selfs not to claim termination in 2021. Part of the loan, not exceeding 10% of the loan, might be repaid during 2021 subject to the equity situation in Eastern Norge Svartisen AS. The agreement prevents Eastern Norge Svartisen to mortgage assets. The creditor can claim pledge. The interest rate on the loan is 3 % from 08.03.2017.



Note 6 Income taxes

Amount in EUR

	Svartisen Holding AS		Svartisen Holding Group	
	2021	2020	2021	2020
Income tax expenses				
Income taxes payable	524 766	0	1 480 910	0
Changes in prior years taxes	-13 804	12 815	-13 804	12 815
Change in deferred taxes	2 578 381	-2 162 689	2 463 260	-2 277 810
Currency effect	0			
Ground interest tax payable	0		6 761 259	-2 305 972
Change in natural resource tax carried forward	0		0	0
Payable natural resource tax	0	0	815 969	752 667
Natural resources tax deductible from income tax	0	0	-815 969	-752 667
Total income tax expense	3 089 343	-2 149 874	10 691 625	-4 570 967
Tax base estimation				
Profit before tax	7 538 729	2 617 414		
Permanent differences	-2 028 420	-2 047 313		
Currency effect	8 594 906	-10 448 973		
Changes in temporary differences	0	1 060 561		
Loss carried forward	-11 719 914	8 818 310		
Tax base	2 385 300	0		
Payable income tax 22%	524 766	0	1 480 910	0
Deduction of paid and forwarded natural resource tax	0	0		0
Natural resource tax payable (receivable)	0	0	795 236	752 667
Ground interest tax payable	0	0	6 761 259	-2 305 972
This years payable tax in the balance sheet	524 766	0	9 037 405	-1 553 305
Temporary differences outlined				
Off-take right	0	0	16 700 880	17 224 158
Incoming from allocated dividends	0	0	0	0
Losses carried forward	0	-11 719 914	0	-11 719 914
Accrued terminated currency swaps	0	0	0	0
Total	0	-11 719 914	16 700 880	5 504 244
Balance sheet items				
Calculated income tax	524 766	0	1 480 910	0
Deduction of paid natural resource tax	0	0	0	0
Payable natural resource tax	0	0	795 236	752 667
Ground interest tax payable	0	0	6 761 259	-2 305 972
Payable income tax of the year in balance sheet	524 766	0	9 037 405	-1 553 305
Deferred taxes in the balance sheet	0	-2 578 381	3 674 194	1 210 934
Deductable natural resource tax in the balance sheet	0	0	0	0
Effective tax rate				
Expected income taxes, statutory tax rate 22%	1 658 520	575 831	1 808 846	892 881
Effect of permanent differences 22%	-446 252	-450 409	-195 518	-449 145
Changes in prior years taxes	-13 804	12 815	-13 804	12 815
Currency effect	1 890 879	-2 288 111	2 330 841	-2 721 545
Ground interest tax payable			6 761 259	-2 305 972
Effect of changes in tax rate	0	0	0	0
Income tax expense	3 089 343	-2 149 874	10 691 624	-4 570 967
Effective tax rate in %	41,0 %	-82,1 %	130,0 %	-112,6 %



Note 7 Fees

Svartisen Holding AS

Amount in EUR

The company have no employees.

Management remuneration	Board of Directors	Managing director
Salary	0	7 800
Committee fee	4 800	0
Employers' contribution	677	1 100
Total	5 477	8 900

There are no agreements about servance pay to the management. The Company is not included in mandatory occupational pension.

Auditor	Svartisen Holding AS		Svartisen Holding group	
	2021	2020	2021	2020
Auditing fee	6 119	5 422	20 829	18 453
Tax assistance	0	0	0	0

The amounts are excl. VAT

Note 8 Items consisting of consolidated amounts

Amount in EUR

Finance Income	Svartisen Holding AS		Svartisen Holding Group	
	2021	2020	2021	2020
Dividends received from subsidiaries	1 139 700	0	0	0
Group contribution from subsidiaries	6 273 685	2 034 397	0	0
Interest income from group companies	1 158 210	1 214 460	0	0
Other interest income	133	819	42 704	1 327
Other finance income (Dividends)	916 206	2 010 525	916 206	2 010 525
Currency Gain	185 024	333 128	478 468	936 650
Total finance income	9 672 958	5 593 329	1 437 378	2 948 502

Finance Costs	Svartisen Holding AS		Svartisen Holding Group	
	2021	2020	2021	2020
Other interest expenses	1 967 479	2 520 578	2 070 089	2 598 869
Currency Loss	109 680	275 492	671 388	1 104 981
Total finance costs	2 077 159	2 796 070	2 741 477	3 703 850



Note 9 Long term liabilities - Financial market risk

Svartisen Holding

Liabilities to financial institutions consists of EUR 226 000 000 from OP Corporate Bank, Helsinki. Due to converting of operational currency from NOK to EUR the company is no longer exposed to currency exchange risk. Currency swap contracts were therefore terminated in 2017.

Amount in 1000	Svartisen Holding AS		Svartisen Holding Group	
		Instalment MEUR		Instalment MEUR
	Total	222 500		222 500
	2022	3 500		3 500
	2023	3 500		3 500
	2024	3 500		3 500
	2025	212 000		212 000
	After 2025	0		0
	Total	222 500		222 500
	Average interest inclusive interest and swaps:	1,30 %		1,30 %

Interest rate risk

The above mentioned facility has a floating interest rate. Under conditions of the loan agreements at least 50 % of total facility amount must be hedged against interest rate fluctuations by using interest rate swaps. The loans with Nordea contains covenants that require the company party to meet 18 % equity of total balance. The company is compliant with these requirements as of 31.12.2021.

Additional requirement is that the debt service cover ratio shall at all times not be less than 1,2.

The calculated debt service cover ratio is per 31.12.2021 2,06.

	Svartisen Holding AS		Svartisen Holding Group	
	2021	2020	2021	2020
Secured debts	222 500 000	226 000 000	222 500 000	226 000 000
Pledged assets:				
Shares in Hafslund Production Holding AS	162 463 023	162 463 023	162 463 023	162 463 023
Total	162 463 023	162 463 023	162 463 023	162 463 023

The company has as of December 31st 2021 the following hedge instruments;

Product	Notional	Interest Rate	MV (EUR)	Maturity date
Interest-swap EUR	25 000	0,210 %	-97	04.04.2022
Interest-swap EUR	25 000	0,459 %	-486	03.04.2024
Interest-swap EUR	35 000	0,552 %	-270	28.06.2023
Interest-swap EUR	35 000	0,162 %	-124	25.06.2029
Interest-swap EUR	45 000	0,250 %	3 893	13.03.2040
Interest-swap EUR	45 000	0,228 %	4 870	13.03.2045
Total			7 786	



Long term powersalesagreement

Eastern Norge Svartisen AS sells its production to Statkraft in the spot market. They have entered into a contract with owners Vantaan Energia Oy, Turku Energia Oy and Keskusosuuskunta Oulun Seudun Sähkö who purchases production until 2027 to a fixed price. Deviation between fixed and market price is settled financially with owners.

Market value for this SWAP is 31.12.2021 EUR 10 693 200

Yearly income according to the agreement will be:

Year	000 EUR
Yearly 2018 - 2027	12 540

In addition to the SWAP, Vantaan Energia OY, Turku Energia Oy and Oulun Seudun Sähkö has agreed to each year compensate the payable tax (from ground interest and income tax) that Eastern Norge Svartisen AS is obliged to pay under Norwegian Tax regulations, as part of their purchase cost for electricity from Eastern Norge Svartisen AS

Note 10 Forward Contracts

Eastern Norge Svartisen AS purchased NOK forwards of 50 mNOK annually to hedge operating costs in the period 2018 - 2022.

Current market value is EUR -146 454

Note 11 Investments

Amount in 1000	Share	Aquisition Cost	Book value
Hafslund Produksjon Holding AS	10 %	162 463	162 463
Total		162 463	162 463



Skattedirektoratet

Saksbehandler Jan Hoelstad	Deres dato 23.11.2010	Vår dato 16.12.2010
Telefon 22077325	Deres referanse Suzanne Amundsen	Vår referanse 2010/1220039

Ernst & Young AS
Oslo Atrium, Postboks 20
0051 Oslo

Dispensasjon fra kravet om utarbeidelse av årsregnskap og årsberetning på norsk

Det vises til deres brev av 23. november 2010 hvor det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskap:

- Svartisen Holding AS Org. nr: 985 943 265
- Eastern Norge Svartisen AS Org. nr: 980 251 160

Bakgrunn:

Fra deres brev gjengis:

"Svartisen Holding AS er et holdingselskap med forretningsadresse i Oslo, som er eid av eid av tre finske kommunale kraftselskaper. Selskapet eier 100 % av aksjene i Eastern Norge Svartisen AS.

Eastern Norge Svartisen AS er et kraftselskap med forretningsadresse i Bodø som eier en uttaksrett ved Svartisen kraftverk. Eastern Norge Svartisen har solgt sin fremtidige kraftproduksjon de nærmeste årene.

Kraftbransjen har et sterkt innslag av internasjonale aktører, der samtlige behersker engelsk. Begge selskapene har finsk daglig leder og samtlige styremedlemmer er også finske. Ingen av disse personene snakker norsk og det er engelsk og finsk som blir benyttet som arbeidsspråk.

Det er heller ingen forhold rundt selskapets finansiering som skulle tilsi behov for regnskap på norsk, siden selskapenes bankforbindelser etterspør all informasjon på engelsk eller finsk.

Da den norske versjonen kun utarbeides for å tilfredsstille regnskapsloven, anses nytten ikke å forsvare kostnaden, det søkes derfor om dispensasjon."

Skattedirektoratets vurdering og konklusjon

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."

Postadresse Postboks 9200 Grønland 0134 Oslo	Besøksadresse Fredrik Selmers vei 4 Org. nr: 974761076	Sentralbord 800 80 000 Telefaks 22 17 08 60
skattedirektoratet@skatteetaten.no		



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. Offentlige myndigheter må også anses som en sentral regnskapsbruker, idet ulike myndigheter, som lignings- og tilsynsmyndigheter, benytter regnskapene som et verktøy i sin kontrollvirksomhet.

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

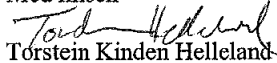
Som nevnt ovenfor er det særlig hensynet til brukerne av regnskapsinformasjonen som skal vurderes ved en dispensasjonssøknad. Selv om de norske selskapene har vesentlige inntekter i Norge, er selve driftsaktivitetene begrenset hva angår ansatte og antall transaksjoner. Selskapets eiere, styre og daglige ledelse snakker ikke norsk. Selskapene er finansiert fra utlandet.

Skattedirektoratet gir på bakgrunn av en helhetsvurdering de ovenfor nevnte selskapene dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd.

Dispensasjonen forutsetter at engelsk språk benyttes i stedet ved utarbeidelsen, og at øvrige opplysninger som vedtaket baserer seg på, heller ikke endres vesentlig.

Vennligst oppgi vår referanse ved henvendelser i anledning saken.

Med hilsen


Torstein Kinden Helleland

seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet


Jan Hoelstad