

ANNUAL REPORT

beginning of financial year: 01.01.2020

end of the financial year: 31.12.2020

business name: EnergyKey AS

register code: 14305370

street, building, apartment, farm: Laki tn 30-302/3

city: Tallinn

county: Harju maakond

postal code: 12915

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Management report

Otsustasime lõpetada koostöö kliendiga, mille tulemuseks käive kahanes. Oleme sellest ajast peale keskendunud oma olemasolevate klientide arendamisele, et nad oleksid stabiilsel alusel.

The annual accounts

Statement of financial position

(In Euros)

	31.12.2020	31.12.2019	Note
Assets			
Current assets			
Cash and cash equivalents	140 483	310 433	2
Receivables and prepayments	1 858 260	1 916 052	3,4
Total current assets	1 998 743	2 226 485	
Non-current assets			
Receivables and prepayments	234 096	0	3
Total non-current assets	234 096	0	
Total assets	2 232 839	2 226 485	
Liabilities and equity			
Liabilities			
Current liabilities			
Loan liabilities	0	250 000	5
Payables and prepayments	28 075	119 122	6
Total current liabilities	28 075	369 122	
Non-current liabilities			
Loan liabilities	1 555 648	1 245 648	5
Total non-current liabilities	1 555 648	1 245 648	
Total liabilities	1 583 723	1 614 770	
Equity			
Issued capital	25 000	25 000	
Statutory reserve capital	2 500	2 500	
Retained earnings (loss)	584 215	202 800	
Annual period profit (loss)	37 401	381 415	
Total equity	649 116	611 715	
Total liabilities and equity	2 232 839	2 226 485	



Income statement

(In Euros)

	2020	2019	Note
Revenue	8 715 188	18 223 606	8
Other income	407	21 348	9
Raw materials and consumables used	-7 918 902	-17 493 238	
Other operating expense	-532 488	-205 277	
Employee expense	-21 807	-83	10
Significant impairment of current assets	-12 216	0	
Other expense	-9 233	-11 043	
Operating profit (loss)	220 949	535 313	
Profit (loss) from subsidiaries	0	-4 848	
Interest income	11 352	30 694	12
Interest expenses	-198 431	-176 613	11
Other financial income and expense	3 531	-3 131	13
Profit (loss) before tax	37 401	381 415	
Annual period profit (loss)	37 401	381 415	



Notes

Note 1 Accounting policies

General information

Accounting principals.

Note 2 Cash and cash equivalents

(In Euros)

	31.12.2020	31.12.2019
Money on accounts	140 483	310 433
Total cash and cash equivalents	140 483	310 433



Note 3 Receivables and prepayments (In Euros)

	31.12.2020	Allocation by remaining maturity	
		Within 12 months	1 - 5 years
Accounts receivable	1 444 948	1 444 948	
Accounts receivables	1 444 948	1 444 948	
Receivables from related parties	15 046	15 046	
Tax prepayments and receivables	2 299	2 299	
Other receivables	234 096		234 096
Loan receivables	234 096		234 096
Prepayments	391 098	391 098	
Deferred expenses	58 613	58 613	
Other paid prepayments	332 485	332 485	
Total receivables and prepayments	2 092 356	1 858 260	234 096
	31.12.2019	Allocation by remaining maturity	
		Within 12 months	1 - 5 years
Accounts receivable	1 422 234	1 422 234	
Accounts receivables	1 422 234	1 422 234	
Receivables from related parties	80 657	80 657	
Tax prepayments and receivables	204	204	
Other receivables	87 445	87 445	
Loan receivables	70 835	70 835	
Accrued income	16 610	16 610	
Prepayments	320 644	320 644	
Deferred expenses	99 653	99 653	
Other paid prepayments	220 991	220 991	
Other receivables	4 868	4 868	
Total receivables and prepayments	1 916 052	1 916 052	



Note 4 Tax prepayments and liabilities

(In Euros)

	31.12.2020		31.12.2019	
	Tax prepayments	Tax liabilities	Tax prepayments	Tax liabilities
Corporate income tax				436
Value added tax	96			
Personal income tax		3 279		
Fringe benefit income tax	85			
Social tax		5 411		172
Prepayment account balance	2 118		204	
Total tax prepayments and liabilities	2 299	8 690	204	608

Note 5 Loan commitments

(In Euros)

	31.12.2020	Allocation by remaining maturity			Interest rate	Base currency	Due date
		Within 12 months	1 - 5 years	Over 5 years			
Non-current bonds							
Bond	1 555 648		1 555 648	12%	EUR	25.05.2023	
Non-current bonds total	1 555 648		1 555 648				
Loan commitments total	1 555 648		1 555 648				
	31.12.2019	Allocation by remaining maturity			Interest rate	Base currency	Due date
		Within 12 months	1 - 5 years	Over 5 years			
Current loans							
Bond	250 000	250 000			10%	EUR	25.11.2020
Current loans total	250 000	250 000					
Non-current bonds							
Bond	1 245 648		1 245 648	12%	EUR	25.05.2023	
Non-current bonds total	1 245 648		1 245 648				
Loan commitments total	1 495 648	250 000	1 245 648				



Note 6 Payables and prepayments (In Euros)

	31.12.2020	Within 12 months
Trade payables	15 838	15 838
Tax payables	8 690	8 690
Prepayments received	3 547	3 547
Other received prepayments	3 547	3 547
Total payables and prepayments	28 075	28 075
	31.12.2019	Within 12 months
Trade payables	97 543	97 543
Tax payables	608	608
Prepayments received	3 565	3 565
Other received prepayments	3 565	3 565
Muud võlad	17 406	17 406
Total payables and prepayments	119 122	119 122

Note 7 Trade payables (In Euros)

	31.12.2020	31.12.2019
Trade payables	15 838	97 259
Total trade payables	15 838	97 259

Note 8 Net sales (In Euros)

	2020	2019
Net sales by geographical location		
Net sales in European Union		
Finland	0	2 061 487
Sweden	8 715 188	16 162 119
Total net sales in European Union	8 715 188	18 223 606
Total net sales	8 715 188	18 223 606
Net sales by operating activities		
Electricity	8 715 188	18 223 606
Total net sales	8 715 188	18 223 606



Note 9 Goods, raw materials and services

(In Euros)

	2020	2019
Goods purchased for resale	7 918 902	17 493 238
Total goods, raw materials and services	7 918 902	17 493 238

Note 10 Labor expense

(In Euros)

	2020	2019
Wage and salary expense	16 396	0
Social security taxes	5 411	0
Total labor expense	21 807	0
Average number of employees in full time equivalent units	1	0
Average number of employees by types of employment:		
Person providing service under law of obligations, except for self-employed person	1	0

Note 11 Interest expenses

(In Euros)

	2020	2019
Interest expense from bonds	184 280	176 613
Interest expense from loans	14 151	0
Total interest expense	198 431	176 613

Note 12 Interest income

(In Euros)

	2020	2019
Interest income from loans	11 337	30 675
Other interest income	15	19
Total interest income	11 352	30 694

Note 13 Other financial income and expense

(In Euros)

	2020	2019
Profit (loss) from exchange rate differences	5 513	-3 131
Bond fee	-1 982	0
Total other financial income and expense	3 531	-3 131



Note 14 Related parties

(In Euros)

Balances with related parties by categories

	31.12.2020		31.12.2019	
	Receivables	Liabilities	Receivables	Liabilities
Management, higher supervisory body and individuals with material ownership interest and the entities under their control or significant influence	335 163	6 287	97 269	16 828

Loans

2020	Loans received	Repayments of loans received	Interest paid	Interest rate	Base currency
Management, higher supervisory body and individuals with material ownership interest and the entities under their control or significant influence					

Purchases and sales of goods and services

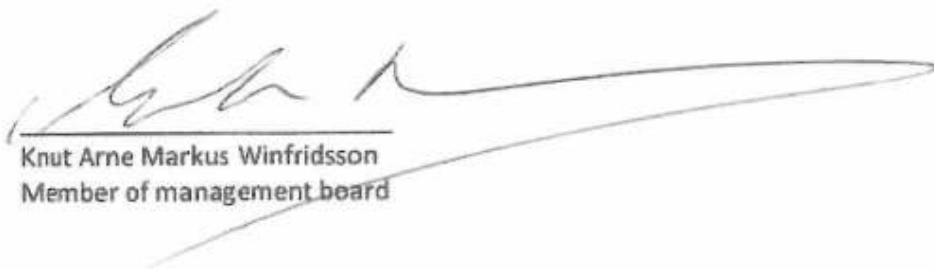
	2020	2019	
	Purchases of goods and services	Purchases of goods and services	Sales of goods and services
Management, higher supervisory body and individuals with material ownership interest and the entities under their control or significant influence	114 529	17 492	8 096

Remuneration and other significant benefits calculated for members of management and highest supervisory body	2020	2019
Remuneration	16 396	63



Signature of Member of Management Board to 2020 annual report

Hereby I confirm EnergyKey AS 2020 annual report.



Knut Arne Markus Winfridsson
Member of management board

29.10.2021

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of EnergyKey AS

translation of Estonian original

Opinion

We have audited the financial statements of EnergyKey (the Company), which comprise the statement of financial position as at 31 December 2020, income statement 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 present fairly, in all material respects, the financial position of the Company as at 31 December 2020, and its financial performance for the year then ended in accordance with Estonian Financial Reporting Standard.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (Estonia) (ISAs (EE)). 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 Code of Ethics for Professional Accountants (Estonia), 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 unqualified opinion.

Other matter

The company's management report is laconic, and does not contain the information required by § 24 of the Estonian Accounting Act. Emphasizing this matter is not modification of our opinion on the financial statements as whole.

Other Information

Management is responsible for the other information. The other information comprises the information included in the management report, but does not include the financial statements and our auditor's report thereon.

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 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, we are required to report that fact. We have nothing to report in this regard.

Assertum Audit OÜ

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Audiitorettevõtja nr: 62

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Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Estonian financial reporting standard, 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.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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 (EE) 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 (EE), we exercise professional judgment and maintain professional skepticism 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

The company has described the principles and provided the information required by § 17 of the Electricity Market Act in Note 15 to the annual financial statements. Due to the lack of guidance material, the Management Board of EnergyKey AS has developed the principles of division of activities, which require assessments by the Management Board to differentiate between activities. We believe that the information presented in Note 15 to the financial statements has been prepared in accordance with the distribution principles established by the management.



Sergei Tšistjakov

Certified Public Accountant

auditor's certificate number: 481

Assertum Audit OÜ

Auditing Activities' Permission number: 62

A. H. Tammsaare tee 47,

Tallinn 11316

Estonia

29 October 2021