

EnergyKey AS

Quarterly report

Beginning of financial statement: 01.07.2020

End of the financial statement: 30.09.2020

Registry code: 14305370

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Statement of financial position

(In Euros)

	30.09.2020	30.06.2020
ASSETS		
CURRENT ASSETS		
Cash and equivalents	422 952	509 170
Receivables and prepayments	2 044 114	1 767 554
Total current assets	2 467 066	2 276 724
Non-current assets		
Receivables and prepayments	155 328	58 000
Total non-current assets	155 328	58 000
Total assets	2 622 394	2 334 724
Liabilities and equity		
Liabilities		
Current liabilities		
Loan liabilities	251 800	432 000
Payables and prepayments	231 448	141 194
Total current liabilities	483 248	573 194
Non-current liabilities		
Loan liabilities	1 245 648	1 245 648
Total non-current liabilities	1 245 648	1 245 648
Total liabilities	1 728 896	1 818 842
Equity		
Share capital	25 000	25 000
Statutory reserve capital	2 500	2 500
Retained earnings (loss)	584 215	584 215
Profit/-loss of current year	-95 833	-48 314
Profit/-loss of current quater	377 616	-47 519
Total equity	893 498	515 882
Total liabilities and equity	2 622 394	2 334 724



Income statement

(In Euros)

	01.07.2020 - 30.09.2020	01.04.2020 - 30.06.2020
Revenue	2 942 055	2 199 059
Other income	1 615	15 827
Raw materials and consumables used	-2 408 658	-2 026 192
Other operating expense	-109 568	-200 918
Other expenses	-2 952	-8 630
Operating profit (-loss)	422 492	-20 855
Interest expenses	-44 413	-44 272
Other financial income and expense	-464	17 608
Profit (loss) before tax	377 616	-47 519
Income tax	0	0
Annual period profit (-loss)	377 616	-47 519



Note 1 Accounting principles

The quarterly report as at 30.09.2020 of EnergyKey AS has been prepared in accordance with accounting principles below.

The financial statements have been prepared in euro.

Cash

For the purposes of the cash flow statement, cash and cash equivalents are short-term (with a term of up to three months), highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in market value. Cash and cash equivalents include cash in hand and at bank, as well as short-term deposits with an original maturity of three months or less.

Receivables and prepayments

Accounts receivable are included in the balance sheet based on the estimated collectability assessed on an individual basis, considering the information available regarding the customer's solvency. Doubtful receivables are written down to the amount that will probably be received. If the receivable has become uncollectible it will be written off from the balance sheet.

Financial liabilities

Financial liabilities are initially recognized at their acquisition cost, consisting of the fair value of the consideration given. Following initial recognition, financial liabilities are measured at their amortised cost by using the effective interest rate method. Transaction costs are taken into consideration upon calculating the effective interest rate.

Interest expenses related to the financial liability are charged to the expenses of the period on accrual basis under "Net financial items" in the income statement.

The financial liability will be derecognized when the liability is paid, cancelled or expired.

Revenue

Revenue from sales of goods is recognized when all material risks related to the ownership of the asset have been transferred to the buyer, and the amount of revenue and expenses related to the transaction can be reliably measured. Revenue from sales of farm equipment is recorded upon installation of the equipment. Revenue from sales of services is recorded upon rendering of the service. Interest income is recognized based on the effective interest rate method, except if the receipt of the interest is doubtful. In this case, interest income is recorded on cash basis.



Taxation

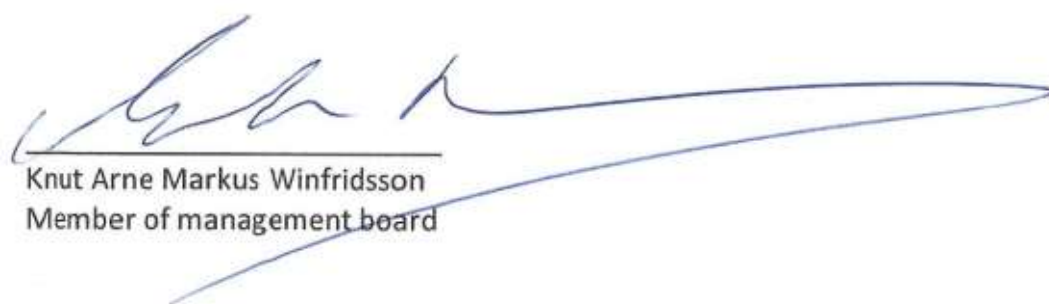
Pursuant to the Income Tax Act, Estonian companies are not subjected to pay income tax on the profit. Rather, they are subjected to income tax on the paid dividends. Until 31.12.2014 the established tax rate was 21/79 of the net dividend paid. From 01.01.2015 it was changed to 20/80. Since income tax is paid on the dividends rather than profit, all temporary differences between the tax bases and carrying values of assets and liabilities cease to exist.

The company's potential income tax liability related to the distribution of its retained earnings as dividends is not recorded in the balance sheet.



**Signature of Member of Management Board to quarterly report as
at 30.09.2020**

Hereby I confirm EnergyKey AS quarterly report as at 30.09.2020.



Knut Arne Markus Winfridsson
Member of management board

23.02.2021



INDEPENDENT AUDITOR'S REVIEW REPORT

to the shareholders of EnergyKey OÜ

We have reviewed the III quarter financial statements of EnergyKey OÜ, which comprise the statement of financial position as at 30.09.2020, and the income statement for the quarter then ended, and a summary of significant accounting policies. Reviewed financial statements are presented on pages from 3 to 6.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE) (Estonia) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. ISRE (Estonia) 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE (Estonia) 2410 is a limited assurance engagement. We perform procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluate the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of EnergyKey OÜ as at 30.09.2020, and (of) its financial performance for the quarter then ended, in accordance with the Estonian Financial Reporting Standard.

Sergei Tšistjakov

auditor's certificate number: 481



Assertum Audit OÜ

audit firm's activities permission number: 62

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25.03.2021