Småkraft Green Bond 1 Group Unaudited Consolidated Statements 2024

Småkraft

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CONSOLIDATED INCOME STATEMENT

Småkraft Green Bond 1 Group					Småkraft Green Bond 1 AS	
2024	2023	Note		Note	2024	2023
			Operating revenue and costs			
67,273,917	52,358,741		Revenue		40,041,220	41,439,350
3,391,174	-37,459		Other revenue		40,819	458,320
70,665,091	**52,321,282**		**Total revenue**		**40,082,039**	**41,897,670**
13,017,657	9,217,871		Water rights costs		8,197,419	8,146,577
5,526,867	2,732,135		Transmission costs		2,309,944	1,593,634
42,558,820	18,675,396	4,5	Depreciation of fixed assets and intangible assets	4,5	15,682,253	13,712,151
5,286,611	4,060,524		Property tax and licence fees		2,799,224	2,767,913
16,852,441	6,957,584		Other operating costs		7,108,670	4,994,059
83,242,396	**41,643,510**		**Total operating costs**		**36,097,511**	**31,214,334**
-12,577,305	**10,677,772**		**Operating profit (-loss)**		**3,984,528**	**10,683,337**
			Financial income and financial costs			
0	0		Interest income from group companies		9,916,624	5,774,708
1,003,115	832,574		Other financial income		745,924	821,992
-12,416,592	-228,306		Other financial expense		-33,947	-21,626
-8,411,284	-4,181,337		Interest expenses to Småkraft AS		-7,095,563	-4,032,103
-19,824,761	**-3,577,069**		**Net financial items**		**3,533,038**	**2,542,971**
-32,402,066	7,100,703		Profit (-loss) before taxation		7,517,566	13,226,308
4,083,185	-1,166,270	3	Tax expenses	3	-2,060,434	-2,972,851
-28,318,881	**5,934,433**		**Profit (-loss) for the year**		**5,457,132**	**10,253,457**
-28,318,881	**5,934,433**		**Net income**		**5,457,132**	**10,253,457**
			Dispositions			
0	13,688,481		Group distributions net of tax		8,453,584	13,688,481
-27,846,742	-7,942,981		To retained earnings		-2,996,452	-3,435,024
-472,139	188,933		Non-controlling interest profit			
-28,318,881	**5,934,433**		**Total dispositions**		**5,457,132**	**10,253,457**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Småkraft Green Bond 1 Group					Småkraft Green Bond 1 AS	
2024	2023	Note		Note	2024	2023
			Assets			
			Non- current assets			
			Intangible assets			
417,603,802	148,189,805	5	Other intangible assets	5	143,800,127	86,849,266
417,603,802	**148,189,805**		**Total intangible assets**		**143,800,127**	**86,849,266**
			Fixed assets			
850,046,896	538,151,606	4	Property, plants and equipment	4	400,810,424	387,472,063
850,046,896	**538,151,606**		**Total fixed assets**		**400,810,424**	**387,472,063**
			Financial non- current assets			
			Investments in subsidiares	6	432,876,943	101,458,750
			Loans to subsidiaries	7	364,808,510	144,306,906
4,333,502	3,645,206		Other long term receivables		4,333,502	3,645,206
4,333,502	**3,645,206**		**Total financial non- current assets**		**802,018,955**	**249,410,862**
1,271,984,200	**689,986,617**		**Total non- current assets**		**1,346,629,507**	**723,732,191**
			Receivables			
4,402,419	5,352,577		Accounts receivables		2,249,013	3,681,081
2,104,001	38,118		Other short term receivables		786,471	715,914
	178,062		Short term receivables group companies	7	712,585	847,424
6,506,420	**5,568,757**		**Total receivables**		**3,748,069**	**5,244,419**
17,128,416	**1,701,829**		**Cash and cash equivalents**		**14,542,302**	**997,621**
23,634,836	**7,270,586**		**Total current assets**		**18,290,371**	**6,242,040**
1,295,619,036	**697,257,203**		**Total assets**		**1,364,919,878**	**729,974,231**

Småkraft Green Bond 1 Group					Småkraft Green Bond 1 AS	
2024	2023	Note		Note	2024	2023
			Equity and Liabilities			
			Shareholders Equity			
			Paid- in capital			
58,300,000	56,100,000	2, 8	Share capital	2, 8	58,300,000	56,100,000
966,169,249	487,647,074	8	Share premium reserve	8	970,720,638	487,647,074
	0		Other paid in capital		0	200,000
	61,380,729		Not registered capital increase		0	61,380,729
1,024,469,249	**605,127,803**		**Total paid in capital**		**1,029,020,638**	**605,327,803**
			Retained earnings			
209,530	681,669		Minority interests			0
-49,047,656	-21,200,914		Retained earnings		0	6,847,909
-48,838,126	**-20,519,245**		**Total retained earnings**		**0**	**6,847,909**
975,631,123	**584,608,558**		**Total Equity**		**1,029,020,638**	**612,175,712**
			Liabilities			
			Provisions			
2,872,677	9,407,188	3	Deferred tax	3	15,790,103	16,566,582
2,872,677	**9,407,188**		**Total provisions**		**15,790,103**	**16,566,582**
			Long term liabilities			
293,674,372	69,187,243	7	Debt to Småkraft AS	7	293,674,372	69,187,242
293,674,372	**69,187,243**		**Total long term liabilities**		**293,674,372**	**69,187,242**
			Current liabilities			
2,970,569	1,364,696		Accounts payable		260,280	923,060
	0		Tax payable		0	0
1,626,526	807,998		Public duties payable		1,251,760	623,620
	0		Group payable		0	0
494,490	18,228,193		Short term debt to Småkraft AS		10,837,928	18,228,193
18,349,279	13,653,328		Other short term debt		14,084,797	12,269,821
23,440,864	**34,054,214**		**Total short term debt**		**26,434,765**	**32,044,694**
319,987,913	**112,648,645**		**Total liabilities**		**335,899,239**	**117,798,518**
1,295,619,036	**697,257,203**		**Total Equity and Liabilities**		**1,364,919,878**	**729,974,231**

Åshild Bråten
Board Member

Dag E Tønjum
Chairman of the Board

Tina Rasmussen
General Manager

The Board in Småkraft Green Bond 1 AS,
Bergen 08.04.2025

NOTES

ACCOUNTING PRINCIPLES

The financial statements have been prepared in accordance with the Norwegian Accounting Act of 1998 and generally accepted accounting principles in Norway.

Consolidation principles

The consolidated financial statement consists of Småkraft Green Bond 1 AS and companies where Småkraft Green Bond 1 AS has a controlling interest. Controlling interest normally exists when the group owns more than 50 percent of the shares and can exercise actual control. All material transactions and group inter-company balances are eliminated. The consolidated financial statements are prepared in accordance with uniform accounting policies for uniform transactions in all companies included in the consolidated financial statements. The acquisition method is applied in business combinations. Companies acquired or sold during the year are consolidated from the date control is achieved and until control ceases.

Revenues

Revenues from el spot sale are recognized when power is delivered. The revenue in calculated on the basis of the individual power plant’s production, multiplied by the spot price.

Småkraft AS receives el-certificates, which is sold on an ongoing basis in accordance with the current market price. Revenues from el-certificates are recognized when received and are included in the company’s energy sale.

Taxes

The tax expense in the income statement comprises taxes payable and changes in deferred tax liabilities/ assets. Taxes payable are calculated on the basis of the taxable income for the year. Payable income tax is recognized in the balance sheet under current liabilities.
Deferred tax liabilities/assets are calculated on the basis of temporary differences between the accounting and tax values and the tax effect of losses carried forward. A positive difference means that the company has a future tax liability, resulting in a deferred tax liability in the balance sheet. A negative difference means that the company has a future tax asset, resulting in a deferred tax asset in the balance sheet. Negative and positive temporary differences offset each other if they are reversed within the same period.

A tax rate of 22% is used when calculating deferred tax liabilities/assets.

Differed tax assets are recognized in the balance sheet to the extent that it is probable that the assets will be realized.

Valuation and classification of assets and liabilities

Assets intended for permanent ownership or use in the business are classified as non-current assets. Other assets are classified as current assets. Receivables due within one year are classified as current assets. The classification of current and non-current liabilities is based on the same criteria. Fixed assets are carried at historical cost. Impairment of fixed and tangible assets is considered when there are indications of a decline in the value.

Fixed assets with a limited economic life are depreciated on a systematic basis in accordance with a reasonable depreciation schedule. Other long-term liabilities, as well as short-term liabilities, are valued at nominal value. Current assets are valued at the lower of historical cost and fair value. Debt is not revalued to fair value due to interest rate changes.

Receivables

Trade receivables and other receivables are recognized at nominal value, less expected losses of receivables. The accrual for losses is based on an individual assessment of each receivable.

Other receivables, both current assets and fixed assets, are valued at the lower of historical cost and fair value. Fair value is the present value of expected future payments. The discount rate will not be changed if the impact of the change is immaterial. The accrual for losses is assessed the same way as for accounts receivable.

Tangible fixed assets and depreciation

Fixed assets are recognized at historical cost, less accumulated depreciation. Depreciation is calculated on a straight-line basis over the assets expected useful economic lives and is charged from the time the assets are available for use.

Capitalized costs from own investments are recognized at manufacturing cost. Interests during the period of construction are capitalized. Interest rates are calculated as an average of the company's borrowing costs. Investments projects that are not granted a concession are expended.

Shares in subsidiaries

Subsidiaries are companies where Småkraft Green Bond 1 AS has controlling interest over financial and operating policies. Controlling interest normally exists when the company owns more than 50 percent of the voting capital.

Estimates

When preparing the consolidated accounts in accordance with the Norwegian Accounting Act, management of the company must exercise judgement and prepare estimates. Areas that require a high degree of judgement, has a high degree of complexity or areas where assumptions and estimates are significant to the financial statements, are disclosed in the notes.

Note 1 PAYROLL COSTS, NUMBER OF EMPLOYEES, LOANS TO EMPLOYEES, ETC.

The company does not have any employees.

Note 2 SHARE CAPITAL AND SHAREHOLDER INFORMATION

The company is 100% owned by Småkraft AS. The share capital consists of 1100 shares, each with a nominal value of NOK 53.000. The company and the Småkraft Green Bond 1 AS Group is part of the Småkraft Group. Småkraft Green Bond 1 AS has its registered office in Bergen.

Småkraft Green Bond 1 AS owns Saksenvik Kraft AS and Midt Kraft AS.

Note 3 TAXES

	Småkraft Green Bond 1 Group		Småkraft Green Bond 1 AS	
The tax expense in the income statement	**2024**	**2023**	**2024**	**2023**
Income tax payable	2,384,344	3,860,853	2,384,344	3,860,853
Change in deferred income tax	-6467529	-2,694,583	-323,910	-888,002
Tax expense in the income statement:	**-4,083,185**	**1,166,270**	**2,060,434**	**2,972,851**
	0			
Tax payable speficiation:	**0**			
Profit before tax	-23,661,306	6,108,835	7,517,566	13,226,308
Permanent differences	-61,030	12,863	0	12,863
Change in deferred taxes	23,658,127	12,248,105	6,249,173	4,310,163
Change in loss carried forward	-2,928,811	-8,984,772	-2,928,811	
Expenses booked against equity	0	8,164,303		
Basis tax payable	**-2,993,020**	**17,549,334**	**10,837,928**	**17,549,334**
Group contribution	0	-17,549,334	-10,837,928	-17,549,334
Basis tax payable in the balance sheet	**-2,993,020**	**0**	**0**	**0**
Tax payable in the balance sheet				
Tax payable at annual result	0	17,549,334	2,384,344	3,860,853
Tax payable at group contributions	0	-17,549,334	-2,384,344	-3,860,853
Tax payable in the balance sheet	**0**	**0**	**0**	**0**
Deferred tax asset (- liability)				
Fixed and intangible assets	402,137,158	76,943,303	134,152,856	140,402,030
Other differences	0	307,868	0	0
Demerger debt	0			2,057,132
Total temporary differences	0	77,251,171	134,152,856	142,459,162
Losses carried forward	-56,063,932	-31,253,144		-2,928,811
Basis for deferred tax asset	**346,073,226**	**45,998,027**	**134,152,856**	**139,530,351**
Temporary differences not part of the deferred tax asset	-333,015,603	-3,238,081	-62,379,662	-64,227,708
Basis for deferred tax asset in the balance sheet	13,057,623	42,759,946	**71,773,194**	**75,302,643**
Deferred tax (22%)	**2,872,677**	**9,407,188**	**15,790,103**	**16,566,581**
Reconciliation tax expense:				
22% of profit before tax	-5,205,487	1,343,944	1,653,865	2,909,788
Tax expense in the P&L	4,083,185	-1,166,270	-2,060,434	-2,972,851
Permanent differences/other	1,122,302	-177,674	406,569	63,063
Change in not balanced tax asset				
Difference	0	0	0	0

Note 4 PROPERTY, PLANT AND EQUIPMENT

Småkraft Green Bond 1 AS		
	2024	2023
Costs 1.1	458,873,582	457,147,954
Addition merger	35,292,820	
Net additions and disposals	408,404	1,722,399
Cost at 31.12	494,574,806	458,870,353
Accumulated depreciations 1.1		-60,150,649
Accumulated depreciations	-93,764,382	-64,898,289
Accumulated write-downs	0	-6,500,000
Accumulated depreciations 31.12	-93,764,382	-71,398,289
Balance at 31.12.	**400,810,424**	**387,472,063**
Ordinary depreciations	**12,193,487**	**11,247,640**

Småkraft Green Bond 1 AS Group		
	2024	2023
Costs 1.1	650,334,452	646,580,712
Net additions and disposals	363,821,779	3,753,740
Cost at 31.12	1,014,156,231	650,334,452
Accumulated depreciations 1.1	-141,339,349	-95,856,665
Depreciations	-22,769,986	-16,326,179
Accumulated depreciations 31.12	-164,109,335	-112,182,844
Balance at 31.12.	**850,046,896**	**538,151,608**

Note 5 INTANGIBLE ASSETS

Småkraft Green Bond 1 AS	Intangible Assets
Cost 01.01.2024	**99,498,161**
Additions	60,756,055
Deduction	
Cost 31.12.2024	**160,254,216**
Depreciations 2024	-3,488,766
Accumulated depreciations, 31.12.2024	**-16,454,089**
Balance at 31.12.2024	**143,800,127**

Småkraft Green Bond 1 AS - Group

	Intangible Assets
Cost 01.01.2024	160,353,597
Additions	291,116,315
Deduction	
Cost at 31.12.2024	451,469,912
Depreciations 2024	-19,788,834
Accumulated depreciations / impairments, 31.12.2024	-33,866,110
Balance at 31.12.2024	**417,603,802**

Intangible assets include “interest goodwill” of NOK 9.4 million - “Interest goodwill” originates from historical acquisitions of power plant companies and arose from deferred tax being valued at nominal amounts while discounted amounts are reflected in the purchase price. The difference between deferred tax valued at nominal discounted amounts was recorded as “interest goodwill.”

Other intangible assets recorded are additional values that have arisen in connection with mergers between Småkraft Green Bond 1 AS and former subsidiaries as a result of group continuity as a principle for accounting treatment of the mergers.

Note 6 SUBSIDIARIES

Investment in subsidiary	Business Office	Ownership share	Net income (100%)	Booked equity 31.12. (100%)
Saksenvik Kraft AS	Bergen	95.84%	-8,607,699	2,918,286
Midt Kraft AS	Bergen	100.00%	-25,638,441	373,469,138

Note 7 INTERCOMPANY BALANCES

Småkraft Green Bond 1 AS		
	2024	2023
Long- term loans to subsidiares	**364,808,510**	**144,306,906**
Short-term receivables group companies	712,585	847,424
Other short-term receivables group companies		-
Total short term receivables group companies	**712,585**	**847,424**
Long-term debt to parent company	**293,674,372**	**69,187,242**
Short-term debt to parent company		-
Group contribution to Småkraft AS	-	17,549,334
Short-term payable to subsidiary	10,837,928	
Short- term payables group companies	-	678,859
Total short term debt group companies	**10,837,928**	**18,228,193**

Småkraft Green Bond 1- Group		
	2024	2023
Debt to parent company - Småkraft AS	293,674,372	69,187,242
Group contribution to Småkraft AS	-	17,549,334

Note 8 EQUITY

Småkraft Green Bond 1 AS:	Share capital	Share premium	Other paid in capital	Not registerred capital increase	Retained equity	Total
Equity 01.01.2023	**55,000,000**	**465,114,846**	**200,000**		**10,282,933**	**530,597,779**
Contribution in kind - shares in subsidiaries	1,100,000	24,522,228	-	61,380,729	-	87,002,957
Distribution in kind - shares in Kvemma Kraft AS		-1,990,000	-	-	-	-1,990,000
Group contributions after taxes	-	-	-	-	-13,688,481	-13,688,481
Net income	-	-	-	-	10,253,457	10,253,457
Equity 31.12.2023	**56,100,000**	**487,647,074**	**200,000**	**61,380,729**	**6,847,909**	**612,175,712**
Contribution in kind - shares in subsidiaries	2,200,000	480,293,202	-	-61,380,729	-	421,112,473
Group contributions after taxes	-	-	-	-	-8,453,584	-8,453,584
Merger of contributed subsidiaries	-	3,318,133	-5,570	-	-4,583,658	-1,271,095
Reclassifications	-	-537,771	-194,430	-	732,201	-
Net income	-	-	-	-	5,457,132	5,457,132
Equity 31.12.2024	**58,300,000**	**970,720,638**	**-**	**-**	**0**	**1,029,020,638**

Småkraft Green Bond 1 - Group:	Share capital	Share premium	Retained equity	Not registerred capital increase	Minority interests	Total
Equity 01.01.2023	**55,000,000**	**465,114,846**	**-2,313,531**		**4,765,752**	**522,567,067**
Contribution in kind - shares in subsidiaries	1,100,000	24,522,228	-	61,380,729	-	87,002,957
Dividend from subsidiary	-	-	-	-	-340,000	-340,000
Distribution in kind - shares in Kvemma Kraft AS	-	-1,990,000	-10,944,401	-	-3,933,017	-16,867,418
Group contributions after taxes	-	-	-13,688,481	-	-	-13,688,481
Net income	-	-	5,745,500	-	188,933	5,934,433
Equity 31.12.2023	**56,100,000**	**487,647,074**	**-21,200,913**	**61,380,729**	**681,668**	**584,608,558**
Contribution in kind - shares in subsidiaries	2,200,000	480,293,202	-	-61,380,729	-	421,112,473
Merger of contributed subsidiaries	-	-1,771,027	-	-	-	-1,771,027
Net income	-	-	-27,846,742	-	-472,139	-28,318,881
Equity 31.12.2024	**58,300,000**	**966,169,249**	**-49,047,655**	**-**	**209,529**	**975,631,123**

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