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INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Niva Solar Limited Liability Company

Opinion

We have audited the financial statements of Niva Solar LLC (the Company), which comprise:

- the statement of financial position as at 31 December 2020;
- the statement of comprehensive income, statement of changes in equity 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 accompanying financial statements present fairly, in all material respects, 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 International Financial Reporting Standards (IFRSs).

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 in accordance with *the International Ethics Standards* Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Ukraine, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 2 paragraph 'Going concern' in the financial statements, which indicates that the Company incurred a net loss in amount of UAH 118 035 thousand during the year ended 31 December 2020 and, as of that date, the Company's equity is negative. As stated in Note 2 paragraph 'Going concern', these events or conditions, along with other matters as set in mentioned Note, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our report is not modified in respect of this matter.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 20 to the financial statements, which discloses significant concentration of transactions and balances with related parties.

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 IFRSs, 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.

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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's 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 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 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's 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.

Partner

"BAKER TILLY UKRAINE" LLP 25 May 2021 Kyiv, Ukraine



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STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2020, in UAH'000

	Notes	2020	2019
Revenue	6	121 873	130 012
Cost of sales	7	(78 137)	(77 574)
Gross profit		43 736	52 438
General and administrative expenses	8	(1 381)	(1 228)
Other operating income (expenses), net	9	(4 029)	(30 357)
Operating profit	-	38 326	20 853
Finance income	10	454	1 341
Finance costs	10	(37 282)	(28 413)
Foreign exchange gain (loss), net	11	(128 456)	68 716
Profit (loss) before income tax	-	(126 958)	62 497
Income tax expense (benefit)	12	8 923	(1 001)
Profit (loss) for the period		(118 035)	61 496
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income for the period		(118 035)	61 496

Approved for issue and signed on behalf of Management on 25 May 2021.



STATEMENT OF FINANCIAL POSITION as at 31 December 2020, in UAH'000

	Notes	31 December 2020	31 December 2019
Assets			
Non-current assets			
Property, plant and equipment	13	243 634	317 399
Deferred tax assets	12	7 922	
		251 556	317 399
Current assets			
Inventories	14	1 362	1 362
Trade receivables	15	78 352	6 173
Loans issued	15	231 872	231 342
Prepayments made	15	401	408
Value added tax receivable	15	-	52
Current income tax prepaid		3 083	3 091
Cash and cash equivalents	16	5 985	14 334
		321 055	256 762
Total assets		572 611	574 161
Equity and liabilities Equity			
Issued capital	17	2 970	300
Share premium		207	1
Retained earnings / (Accumulated deficit)		(55 401)	62 633
Total equity		(52 224)	62 935
Liabilities			
Non-current liabilities			
Bank loans	18	238 017	207 098
Other non-current borrowings	18	194 681	148 069
Deferred tax liabilities	12	-	1 001
		432 698	356 168
Current liabilities			
Bank loans	18	69 320	55 827
Other current borrowings	18	107 855	97 634
Trade and other payables	19	14 962	1 597
		192 137	155 058
Total liabilities		624 835	511 226
Total equity and liabilities		4-1-44	574 161

Approved for issue and signed on behalf of Management on 25 May 2021.

Andrii Simonovych

Director

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2020, in UAH'000

	Issued capital	Share premium	Retained earnings / (Accumulated deficit)	Total
As at 1 January 2019	300	1	1 138	1 439
Profit (loss) for the period	-	-	61 496	61 496
Other comprehensive income for the period	-	_	_	
Total comprehensive income	-	_	61 496	61 496
As at 31 December 2019	300	1	62 634	62 935
Profit (loss) for the period	-	-	(118 035)	(118 035)
Other comprehensive income for the period			M	
Total comprehensive income	-	-	(118 035)	(118 035)
Payment of issued capital	2 670	206		2 876
As at 31 December 2020	2 970	207	(55 401)	(52 224)

Approved for issue and signed on behalf of Management on 25 May 2021.



STATEMENT OF CASH FLOWS

for the year ended 31 December 2020, in UAH'000

		2020	2019
Cash flows from operating activities			
Profit (loss) before income tax		(126 958)	62 494
Adjustments for:			
Depreciation of property, plant and equipment	7, 8	73 765	73 750
Finance income	10	(454)	(1 341)
Finance costs	10	37 282	28 413
Foreign exchange loss, net	11	128 051	(68 752)
Expected credit losses of trade receivables	9	4 028	
Operating cash flows before working capital changes	_	115 714	94 567
Changes in value added tax receivables		50	22 367
Changes in trade receivables		(76 207)	(4 238)
Changes in loans issued		(530)	(70 570)
Changes in prepayments made		(330)	31
Change in trade and other payables		13 366	1 199
Cash generated from operating activities	-	52 400	43 356
Income taxes paid		J2 400 -	(3 086)
Interest received		454	1 341
Net cash from operating activities	=	52 854	41 611
Cash flows from investing activities			974.450
Purchase of property, plant and equipment			(44)
Net cash used in investing activities	-	-	(44)
Cash flows from financing activities			
Payment of issued capital		2 876	-
Proceeds from borrowings	18	-	153 041
Repayment of borrowings	18	(45 934)	(175 799)
Interest paid	18	(18 050)	(26 256)
Commission paid	_	(103)	(298)
Net cash used in financing activities	; :	(61 211)	(49 439)
Net decrease in cash and cash equivalents		(8 357)	(7 872)
Effect of exchange rate changes on cash		8	321
Cash and cash equivalents at the beginning of the year	16	14 334	21 885
Cash and cash equivalents at the end of the year	16	5 985	14 334
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