



Translation from the German language Energy from Waste

FINANCIAL STATEMENTS 2019

EEW Energy from Waste GmbH
Helmstedt

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EEW Energy from Waste GmbH, Helmstedt
Braunschweig commercial register, HRB no. 204173
Balance sheet as of 31 December 2019

Assets	EUR	EUR	31 Dec 2018 EUR	Equity and liabilities	EUR	EUR	31 Dec 2018 EUR
A. Fixed assets				A. Equity			
I. Intangible assets				I. Subscribed capital	76,996,700.00		76,996,700.00
Purchased franchises, industrial and similar rights and assets, and licenses in such rights and assets	443,324.70		652,170.80	II. Capital reserves	250,037,432.85		250,037,432.85
		443,324.70	652,170.80	III. Revenue reserves			
II. Property, plant and equipment				Other revenue reserves	32,806,717.24		32,806,717.24
1. Land, land rights and buildings, including buildings on third-party land	1,925,826.16		2,233,165.29		32,806,717.24		32,806,717.24
2. Other equipment, furniture and fixtures	937,740.92		834,510.37	IV. Net income/net loss for the year	0.00		0.00
3. Prepayments and assets under construction	37,781.96		0.00		359,840,850.09		359,840,850.09
		2,901,349.04	3,067,675.66	B. Special item with an equity portion		258,022.09	297,611.41
III. Financial assets				C. Provisions			
1. Shares in affiliates	516,696,998.27		516,697,098.27	1. Provisions for pensions and similar obligations	22,290,861.25		19,726,269.89
2. Loans to affiliates	222,372,111.39		248,165,054.99	2. Other provisions	15,940,140.00		10,345,030.00
3. Equity investments	4,165,138.36		4,165,138.36		38,231,001.25		30,071,299.89
4. Other loans	0.00		7,435,000.00	D. Liabilities			
		743,234,248.02	776,462,291.62	1. Liabilities to banks	408,545,266.84		408,575,591.95
		746,578,921.76	780,182,138.08	thereof due in up to one year:			
B. Current assets				EUR 1,545,266.84 (prior year: EUR 1,575,591.95)			
I. Receivables and other assets				2. Trade payables	1,728,893.95		2,852,974.15
1. Trade receivables	9,986,369.82		10,927,959.05	thereof due in up to one year:			
thereof due in more than one year:				EUR 1,728,893.95 (prior year: EUR 2,852,974.15)			
EUR 0.00 (prior year: EUR 0.00)				3. Liabilities to affiliates	197,463,416.06		205,053,788.62
2. Receivables from affiliates	148,802,067.49		122,831,172.99	thereof due in up to one year:			
thereof due in more than one year:				EUR 87,845,198.88 (prior year: EUR 82,184,960.35)			
EUR 10,796,867.66 (prior year: EUR 26,890,735.35)				thereof to shareholders:			
thereof to shareholders:				EUR 81,577,347.52 (prior year: EUR 76,101,984.66)			
EUR 5,947,900.66 (prior year: EUR 5,585,234.46)				4. Liabilities to other investees and investors	0.00		0.00
3. Receivables from other investees and investors	233,360.50		236,405.00	thereof due in up to one year:			
thereof due in more than one year:				EUR 0.00 (prior year: EUR 0.00)			
EUR 0.00 (prior year: EUR 0.00)				5. Other liabilities	903,677.03		734,969.26
4. Other assets	570,094.08		16,048,727.77	thereof due in up to one year:			
thereof due in more than one year:				EUR 903,677.03 (prior year: EUR 734,969.26)			
EUR 0.00 (prior year: EUR 11,398,480.72)				thereof for taxes: EUR 384,638.76 (prior year: EUR 352,255.60)			
		159,591,891.89	150,044,264.81	thereof for social security: EUR 0.00 (prior year: EUR 0.00)			
II. Cash on hand, Bundesbank balances, bank balances and checks	99,663,183.19		75,782,409.27		608,641,253.88		617,217,323.98
	259,255,075.08		225,826,674.08	D. Excess of covering assets over pension and similar obligations			
C. Prepaid expenses	1,137,130.47		995,497.21				
		0.00	422,776.00		1,006,971,127.31		1,007,427,085.37
		1,006,971,127.31	1,007,427,085.37				

The fair value of the covering assets in accordance with Sec. 246 (2) Sentence 2 in conjunction with Sec. 253 (1) Sentence 4 HGB ["Handelsgesetzbuch": German Commercial Code] exceeds the amortized cost by EUR 13,582,491.40. There is no dividend or transfer restriction in place within the meaning of Sec. 268 (8) HGB.

The difference between the amount recognized for pensions calculated using average interest rate of the last 10 fiscal years (2.71% p.a.; prior year: 3.21% p.a.) and the average interest rate of the last 7 fiscal years (1.97% p.a.; prior year: 2.32% p.a.) amounts to EUR 5,078,161 (prior year: EUR 5,353,601).

Translation from the German language

EEW Energy from Waste GmbH, Helmstedt
Braunschweig commercial register, HRB no. 204173
Income statement for fiscal year 2019

	EUR	EUR	2018 EUR
1. Revenue	115,464,903.95		100,668,558.06
2. Other operating income	2,176,206.90		4,129,998.73
thereof income from currency translation: EUR 116,111.60 (prior year: EUR 608.21)			
		<u>117,641,110.85</u>	<u>104,798,556.79</u>
3. Cost of materials			
a) Cost of raw materials, consumables and supplies and of purchased merchandise	1,090,414.91		298,045.86
b) Cost of purchased services	93,496,029.96		82,783,581.60
4. Personnel expenses			
a) Wages and salaries	20,212,860.60		18,691,895.46
b) Social security, pension and other benefit costs	3,917,329.89		4,353,375.64
thereof for old-age pensions: EUR 668,231.97 (prior year: EUR 958,345.97)			
5. Amortization, depreciation and impairment of intangible assets and property, plant and equipment	902,884.59		907,330.74
6. Other operating expenses	28,397,702.56		24,928,696.59
thereof expenses from currency translation: EUR 21,558.33 (prior year: EUR 326,039.75)			
thereof other taxes: EUR 40,876.41 (prior year: EUR 36,505.07)			
		<u>148,017,222.51</u>	<u>131,962,925.89</u>
7. Income from equity investments	23,783,993.50		20,524,978.37
thereof from affiliates: EUR 23,265,904.75 (prior year: EUR 20,028,232.59)			
8. Income from profit and loss transfer agreements	83,339,104.22		84,673,948.77
9. Income from other securities and loans classified as fixed financial assets	9,740,737.61		5,172,227.96
thereof from affiliates: EUR 9,231,737.61 (prior year: EUR 4,829,002.53)			
10. Other interest and similar income	913,080.08		2,495,314.24
thereof from affiliates: EUR 913,080.08 (prior year: EUR 2,495,314.24)			
11. Expenses from loss absorption	1,270,227.38		839,019.18
12. Interest and similar expenses	8,607,541.16		11,434,113.52
thereof to affiliates: EUR 180,764.37 (prior year: EUR 2,404,176.27)			
thereof expenses from discounting: EUR 3,418,789.48 (prior year: EUR 3,947,571.13)			
		<u>107,899,146.87</u>	<u>100,593,336.64</u>
13. Income taxes		<u>0.00</u>	<u>138,900.76</u>
14. Earnings after taxes		77,523,035.21	73,290,066.78
15. Profits transferred under a profit and loss transfer agreement		<u>77,523,035.21</u>	<u>73,290,066.78</u>
16. Net income/net loss for the year		<u>0.00</u>	<u>0.00</u>

Helmstedt, 22 March 2020

EEW Energy from Waste GmbH
The Management Board

Bernard Kemper

Markus Hauck

Karl-Heinz Müller

Independent auditor's report

To EEW Energy from Waste GmbH

Opinion

We have audited the annual financial statements of EEW Energy from Waste GmbH, Helmstedt, which comprise the balance sheet as at 31 December 2019, and the income statement for the fiscal year from 1 January 2019 to 31 December 2019.

In our opinion, on the basis of the knowledge obtained in the audit, the accompanying annual financial statements comply, in all material respects, with the requirements of German commercial law applicable to all merchants and the classification and presentation requirements in Secs. 264 to 277 HGB ["Handelsgesetzbuch": German Commercial Code] applicable to corporations.

Pursuant to Sec. 322 (3) Sentence 1 HGB, we declare that our audit has not led to any reservations relating to the legal compliance of the annual financial statements.

Basis for the opinion

We conducted our audit of the annual financial statements in accordance with Sec. 317 HGB and in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer [Institute of Public Auditors in Germany] (IDW). Our responsibilities under those requirements and principles are further described in the "Auditor's responsibilities for the audit of the annual financial statements" section of our auditor's report. We are independent of the Company in accordance with the requirements of German commercial and professional law, and we have fulfilled our other German professional 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 on the annual financial statements.

Other matter

Making use of the exemption option pursuant to Sec. 264 (3) HGB, the Company did not prepare notes to the financial statements or a management report. Upon completion of our audit, it was not possible to conclusively assess whether the Company rightly made use of the exemption option pursuant to Sec. 264 (3) HGB as it will only meet the necessary requirements defined in Sec. 264 (3) Sentence 1 No. 5 letters c) to e) HGB at a later date. Our opinion on the annual financial statements was not modified as a result of this.

Responsibilities of the executive directors and the supervisory board for the annual financial statements

The executive directors are responsible for the preparation of the annual financial statements that comply, in all material respects, with the requirements of German commercial law applicable to all merchants. In addition, the executive directors are responsible for such internal control as they, in accordance with German legally required accounting principles, have determined necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the executive directors are responsible for assessing the Company's ability to continue as a going concern. They also have the responsibility for disclosing, as applicable, matters related to going concern. In addition, they are responsible for financial reporting based on the going concern basis of accounting, provided no actual or legal circumstances conflict therewith.

The supervisory board is responsible for overseeing the Company's financial reporting process for the preparation of the annual financial statements.

Auditor's responsibilities for the audit of the annual financial statements

Our objectives are to obtain reasonable assurance about whether the annual 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 on the annual financial statements.

Translation from the German language

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Sec. 317 HGB and in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer (IDW) will always detect a material misstatement. 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 annual financial statements.

We exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual 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 of the annual financial statements 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 this system of the Company.
- Evaluate the appropriateness of accounting policies used by the executive directors and the reasonableness of estimates made by the executive directors and related disclosures.
- Conclude on the appropriateness of the executive directors' 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 the auditor's report to the related disclosures in the annual 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 be able to continue as a going concern.

Translation from the German language

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.

Hanover, 23 March 2020

Ernst & Young GmbH
Wirtschaftsprüfungsgesellschaft

Eickhoff
Wirtschaftsprüfer
[German Public Auditor]

Krone
Wirtschaftsprüfer
[German Public Auditor]