

LIMITED LIABILITY COMPANY

CVE

(UNIFIED REGISTRATION NUMBER 42103097282)

ANNUAL REPORT 2023

PREPARED IN ACCORDANCE WITH THE LAW ON THE ANNUAL FINANCIAL STATEMENTS AND CONSOLIDATED FINANCIAL STATEMENTS

Riga, 2024

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Balance sheet**ASSETS**

			31.12.2023	31.12.2022
		Note	EUR	EUR
LONG-TERM INVESTMENTS				
Intangible assets				
Other intangible assets		1	205 924	-
	TOTAL		205 924	-
Fixed assets				
Acquisition of fixed assets and costs for unfinished construction objects		2	363 903	52 164
Advance payments for fixed assets		2	50 965	-
	TOTAL		414 868	52 164
	TOTAL LONG-TERM INVESTMENTS		620 792	52 164
CURRENT ASSETS				
Receivables				
Other receivables		3	56 571	14 542
	TOTAL		56 571	14 542
Cash			10 827	189 696
	TOTAL CURRENT ASSETS		67 398	204 238
TOTAL ASSETS			688 190	256 402

LIABILITIES

Equity	Note	31.12.2023	31.12.2022
		EUR	EUR
Share capital	4	3 945	3 000
Share issue premium	4	199 055	-
Retained profit or non-covered losses brought forth from previous years		(4 020)	(3 026)
Profit or loss for the financial year		(30 429)	(994)
TOTAL EQUITY		168 551	(1 020)
CREDITORS			
Long-term creditors			
Other loans	5	37 889	37 398
Payables to related companies	6	451 101	201 101
TOTAL		488 990	238 499
Short-term liabilities			
Trade accounts payable	7	24 255	18 489
Payables to related companies	8	4 248	-
Taxes and mandatory social security contributions		2 146	349
Accrued liabilities		-	85
TOTAL		30 649	18 923
TOTAL CREDITORS		519 639	257 422
TOTAL LIABILITIES		688 190	256 402

Annex from page 6 until page 13 is an integral part of the financial statements.

Gary Charles Bills
Member of the Board

Lilita Beķere

Accounting outsourcing company
LLC Numeri
Member of the Board

Matthew Michael Charles
Braund
Member of the Board

Profit and Loss Account

(classified according to the function of expenses)

	Note	2023 EUR	2022 EUR
Administrative costs	9	(19 428)	(994)
Other economic activity costs		(180)	-
Interest payments and similar costs:			
a) to related companies	10	(8 585)	(202)
b) to other persons		(90)	-
Profit or loss before corporate income tax		(28 283)	(1 196)
Corporate income tax for the financial year		(2 146)	(50)
Profit or loss for the financial year		(30 429)	(1 246)

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Lilita Beķere

Accounting outsourcing company
LLC Numeri
Member of the Board

Annex to the Financial Statements

General Information

Name of the Company	CVE	
Legal status	Limited liability company	
United registration number, place and date of registration	42103097282 Riga, 14.08.2019.	
Legal address	Gustava Zemgala gatve 74A, Rīga, LV-1039	
Members of the Board	Gary Charles Bills from 28.03.2023	Member of the Board
	Matthew Michael Charles Braund from 28.03.2023	Member of the Board
Shareholders	Ignitis renewables UAB from 17.03.2023	100.00%
Historical shareholders	<i>Oram OT, LLC 05.08.2021 – 17.03.2023</i>	50 %
	<i>BE SPV, LLC 31.08.2021-17.03.2023</i>	50%
Core activities	Electricity production (35.11 NACE2)	
Financial year	01.01.2023 – 31.12.2023	
Accounting Service Provider and Annual Report Preparer	LLC Numeri, registration No. 40003563943	

General guidelines for preparing the financial statement

The Company's financial statement has been prepared in accordance with the Republic of Latvia law "Accounting law", Law on the Annual Financial Statements and Consolidated Financial Statements", the rules No.775 "Law enforcement regulations on the Annual Financial Statements and Consolidated Financial Statements" of the Cabinet of Ministers on 22nd December 2015.

The financial statement is prepared based on the initial value tracking principle. In the financial statement the Republic of Latvia currency, euro (EUR), is applied. Compared to the previous financial year, the Company's accounting and evaluation methods have not changed.

The applied accounting principles

The annual report's accounts are prepared in conformity with the following principles:

- a) It is assumed that Company will continue to operate.
- b) The same evaluation methods as in previous years are used.
- c) The evaluation of the accounts is made with due precaution:
 - Only profit made prior to the balance sheet date is included in the financial statement.
 - All foreseeable amounts at risk and losses that have arisen during the financial year or previous years are taken into consideration, even if they have become known during the period between the balance sheet date and the date of the annual report's preparation.
 - All decrease in values and depreciation amounts are calculated and considered, regardless of whether the financial year has concluded with a profit or a loss.
- d) All revenue and expenses of the financial year are considered, regardless of the payment date or invoice date. Expenses are coordinated with income for the financial period.
- e) Asset and liability accounts are assessed separately.
- f) Opening balance of the financial year complies with the closing balance of the previous financial year.
- g) All accounts, which noticeably affect evaluation or decision making of annual report's users, are specified; insignificant accounts are united, and their details are shown in the annex.
- h) Economical transactions in the annual report are reflected considering their economical contents and matter, not just the legal form.

Financial period

Financial statement includes the period from **01.01.2023** until **31.12.2023**

Use of estimates

The preparation of the financial statement requires the management to base on estimates and assumptions that affect the reported values of the balance sheet and profit and loss account balances as well as contingent liabilities. Future events may influence the assumptions on which these estimates are based on. Any changes in estimates are recorded in the financial statement at the time of their detection.

Related parties

A related company is an enterprise that is directly or indirectly controlled by another company (parent company – more than 50% of the shareholders' or members' voting rights in this company). The parent company controls the financial and business policy of the subsidiary.

Intangible assets and fixed assets

Intangible investments are recognized as investments with any value. Assets acquired are recognized as fixed assets if their value exceeds:

- furniture, inventory 300 euros
- for other fixed assets - 600 euros
- buildings, structures, cars, starting from 1 euro.

Acquired assets ineligible for the above are accounted for as low value inventory.

The acquisition value of property, plant and equipment consists of the purchase price, import duties and non-deductible acquisition taxes, other costs directly attributable to the acquisition to bring the asset to its location and bring it to working condition according to its intended use.

Property, plant, and equipment is carried at carrying amount net of accumulated depreciation. Depreciation on fixed assets is calculated on a *straight-line basis* over the useful life of the corresponding fixed assets.

Depreciation is calculated starting from the *first day of the month following the month* in which the fixed asset can be used for its intended purpose. For each part of the fixed asset, the cost of which is significant in relation to the total cost of this fixed asset, depreciation is calculated separately. If the Company depreciates separately some parts of a fixed asset, it shall also depreciate separately the remaining parts of the same asset. The balance consists of those parts of the fixed asset that are not separately important.

Revenue or loss from the sale of fixed assets is reflected in the income statement for the period in question.

Receivables

Receivables are accounted for according to the number of initial invoices, minus the balances of provisions created for unsafe debts. Provisions for unsecured debts are estimated when the collection of the full amount of debt is in doubt. Debts are written off if their recovery is considered impossible.

Trade receivables

The Company shall present the trade receivables at net value by deducting provisions for unsafe receivables from the amount of unpaid initial invoices.

Other debtors

The company includes in the item "Other debtors" debtors that cannot be presented under other items, including overpaid taxes, debit balances of payables.

Cash

Cash and cash equivalents are non-cash in payment accounts and in the cash register.

Share capital.

The item "Share capital" shows the size of the shares according to the size registered in the Commercial Register.

Share premium.

If the new issuing shares or shares are sold at a value higher than their nominal value, the Company shall incur a positive mark-up. If they are sold at a lower value, the negative value is shown by the Company for the same item with a minus sign.

Accounts payable

Payables are indicated by the Company in accordance with the supporting documents and are agreed with the creditor himself.

Events after the balance sheet date

Financial statement shows the events after the year end, providing additional information on the financial position at the balance sheet data (adjusting events). If the events after the year end are not adjusting, they are reflected in the financial statements only if they are significant.

Average number of employees

	2023
Average amount of employees	0

The management of the company is carried out through the related company *Ignitis renewables Latvia SIA*.

1. Movement of intangible assets

	Other intangible assets	TOTAL
Cost value at 31.12.2022	-	-
Purchased in financial year	205 924	205 924
Cost value at 31.12.2023	205 924	205 924
Accumulated depreciation at 31.12.2022	-	-
Calculated depreciation	-	-
Accumulated depreciation at 31.12.2023	-	-
Net book value 31.12.2022	-	-
Net book value 31.12.2023	205 924	205 924

2. Movement of fixed assets

	Acquisition of fixed assets and costs for unfinished construction objects	Advance payments for fixed assets	TOTAL
Cost value at 31.12.2022.	52 164	-	52 164
Purchased in financial year	311 739	50 965	362 704
Cost value at 31.12.2023.	363 903	-	414 868
Accumulated depreciation at 31.12.2022.	-	-	-
Calculated depreciation	-	-	-
Accumulated depreciation at 31.12.2023.	-	-	-
Net book value 31.12.2022.	52 164	-	52 164
Net book value 31.12.2023.	363 903	50 965	414 868

3. Other debtors

	31.12.2023	31.12.2022
<i>Deposit</i>	45 756	10 206
<i>Prepaid taxes</i>	10 335	3 856
<i>Other debtors</i>	480	480
Total	56 571	14 542

4. Share capital and share issue premium

The share capital of the company consists of 3 945 shares, the value of one share is EUR 1, the total amount is EUR 3 945.

On 31.12.2023 the share capital is fully paid.

	31.12.2023	31.12.2022
<i>Share issue premium</i>	199 055	0
Total	199 055	0

In 2023, changes were made to the share capital, the share capital was increased by EUR 945, and a property contribution of EUR 200 000 was obtained against these shares.

5. Other borrowings

	Agreement term	Interest rate, %	Long term part 2023	Long term part 2022
<i>Loans from other companies</i>	31.12.2025	EURIBOR 3 month, +1%	37 889	37 398
Total			37 889	37 398

6. Payables to related companies

	Agreement term	Interest rate, %	Long term part 2023	Long term part 2022
<i>Financing from Ignitis renewables UAB*</i>	31.12.2025	EURIBOR 6.mnth, +1%	201 101	201 101
<i>Loan from Ignitis renewables UAB**</i>	31.07.2028	6%	200 000	0
Total			451 101	201 101

*The financing sum EUR 200 000, interest payment EUR 1101.

**Amount of granted loan total EUR 800 000, used sum EUR 250 000.

7. Trade accounts payable

	31.12.2023	31.12.2022
<i>Trade accounts payable</i>	24 256	18 489
Total	24 256	18 489

8. Payables to related companies

	31.12.2023	31.12.2022
<i>Interest payments on the loan</i>	4 248	0
Total	4 248	0

9. Administration costs

	2023	2022
<i>Guarantee payments for the loan</i>	14 920	0
<i>Accounting services</i>	2 769	840
<i>Right of use assets payment</i>	1 299	0
<i>Other consultations</i>	432	0
<i>Other costs</i>	8	154
Total	19 428	994

10. Interest payments and similar costs

	2023	2022
<i>Interest payments to related company for the loan</i>	8 585	202
<i>Other interest payments</i>	90	0
Total	8 675	0

11. Events after the balance sheet date

In 2024, an additional loan of EUR 250 000 was received from the parent company *UAB Ignitis renewables*, according to previously concluded loan agreement.

Except above mentioned, during the period from the last date of the financial statements until the date of signing no events have occurred that result in the financial statements should be modified or that it should be explained in the financial statements.

LLC "CVE"

Address: Gustava Zemgala gatve 74A, Rīga, LV-1039

Unified registration number: 42103097282

Annual report
for 2023

Accounting outsourcing company LLC Numeri has prepared the Company's annual report 2023 The Company's Members of the Board and the accounting outsourcing company's Member of the Board have signed it on May 2023

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Member of the Board

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