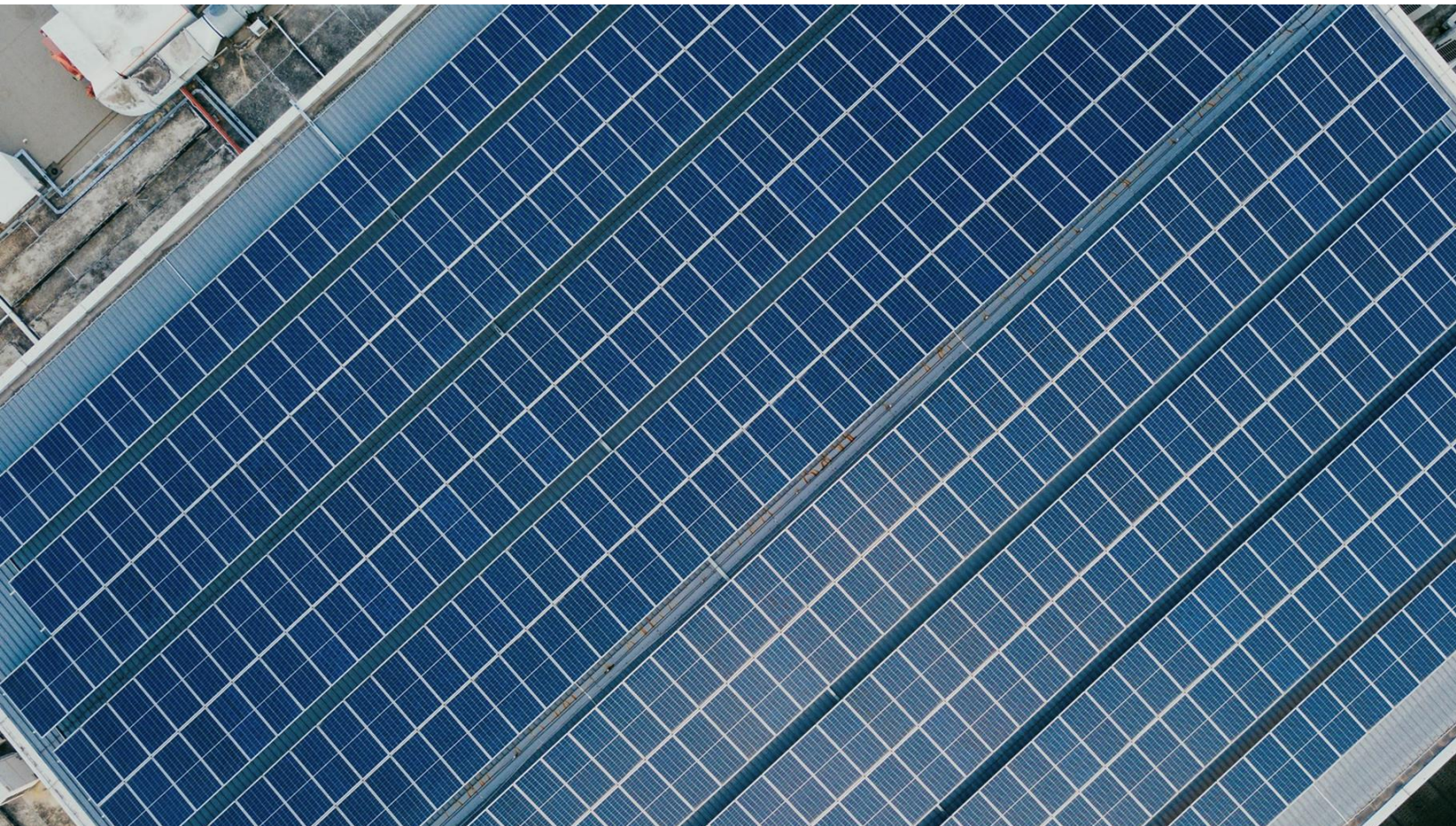




**NORSK
SOLAR**

Consolidated Financial Statement

1H 2021



Profit and loss

Norsk Solar AS - Group

	30.06. YTD (unaudited)	31.12. Last Year (audited)
Revenue	6 775 037	8 374 706
Other operating income	0	3 280 522
Total operating income	6 775 037	11 655 228
Cost of goods	2 503 321	5 291 567
Payroll expenses	9 767 952	7 846 025
Depreciation	4 979 522	7 041 294
Other operating expenses	4 901 622	3 925 632
Total operating expenses	22 152 416	24 104 517
Operating profit	-15 377 380	-12 449 289
Other interest received	3 469	663 394
Other financial income	3 041 307	1 041 883
Total financial income	3 044 776	1 705 277
Other interest expenses	1 365 528	3 078 120
Other financial expenses	100 223	12 536 333
Total financial expenses	1 465 750	15 614 453
Net financial items	1 579 026	-13 909 176
Ordinary result before taxes	-13 798 353	-26 358 465
Taxes	23 998	1 099
Ordinary result after taxes	-13 822 352	-26 359 564
Minority interest	480 028	5 974 689

Balance sheet

Norsk Solar AS - Group

	30.06. YTD (unaudited)	31.12. Last Year (audited)
Assets		
Fixed assets		
Reasearch and development	0	300
Concessions, patents, licences etc	388 493	386 000
Total intangible fixed assets	388 493	386 300
Tangible fixed assets		
Land, buildings and other property	5 592 289	5 182 418
Machinery and plant	42 573 575	47 286 668
Fixtures and fittings, tools etc	209 327	95 809
Total tangible fixed assets	48 375 192	52 564 894
Financial fixed assets		
Investments in shares	14 667 079	14 667 079
Other non-current receivables	5 975 672	5 927 321
Total financial fixed assets	20 642 752	20 594 400
Total fixed assets	69 406 436	73 545 595
Current assets		
Inventory	4 045 622	3 479 874
Receivables		
Accounts receivable	3 776 087	2 638 081
Other receivables	2 676 506	2 579 175
Total receivables	6 452 593	5 217 256
Cash and cash equivalents	143 226 722	27 031 754
Total current assets	153 724 937	35 728 883
Total assets	223 131 373	109 274 479

Balance sheet

Norsk Solar AS - Group

	30.06. YTD (unaudited)	31.12. Last Year (audited)
Equity and liabilities		
Equity		
Contributed equity		
Share capital	747 704	556 062
Share premium reserve	196 317 900	52 584 517
Total contributed equity	197 065 604	53 140 579
Retained earnings		
Other equity	-7 451 908	14 776 397
Retained earnings	-15 270 860	-13 258 050
Total retained earnings	-22 722 767	1 518 347
Total shareholders equity	174 342 837	54 658 926
Non-controlling interest	15 606 035	19 253 223
Liabilities		
Non-current liabilities		
Liabilities to financial institutions	529	0
Other long term liabilities	43 944 021	44 327 675
Total non-current liabilities	43 944 550	44 327 675
Current liabilities		
Liabilities to financial institutions	0	5 176 409
Accounts payable	591 746	2 645 156
Tax payable	2 338	198 178
Public duties payable	3 239 320	559 889
Other short term liabilities	1 010 583	1 708 246
Total current liabilities	4 843 986	10 287 877
Total liabilities	48 788 536	54 615 552
Total equity and liabilities	223 131 373	109 274 478

Accounting principles

Note 1

The consolidated financial statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles in Norway for small companies, except for the exception of consolidated financial statements.

Consolidation principles

The consolidated financial statements consist of Norsk Solar AS and its subsidiaries, where Norsk Solar AS has a controlling interest through legal or actual control. The consolidated financial statements are prepared in accordance with uniform accounting policies for uniform transactions in all companies included in the consolidated financial statements. All material transactions and group inter-company balances are eliminated.

Revenue recognition

The sale of goods and service is recognized as revenue at the time of delivery of the goods and services.

Balance sheet classification

Current assets and short-term liabilities consist of receivables and payables due within one year, and items related to the inventory cycle. Other balance sheet items are classified as fixed assets / non-current liabilities.

Current assets are valued at the lower of cost and fair value. Current liabilities are recognised at nominal value.

Fixed assets are valued at cost, less depreciation and impairment losses. Non-current liabilities are recognised at nominal value.

Accounts receivable and other receivables

Accounts receivable and other current receivables are recorded in the balance sheet at nominal value less provisions for doubtful accounts. Provisions for doubtful accounts are based on individual assessments of the different receivables.

Foreign currency translation

Monetary items in a foreign currency are translated into NOK using the exchange rate applicable on the balance sheet date. Exchange differences relating to the translation of the results and net assets of the Groups foreign operations from their functional currencies to the Group's presentation currency (NOK) are recognised directly in other comprehensive income and accumulated in the foreign currency translation reserve.

Short term investments

Short term investments (stocks and shares seen as current assets) are valued at the lower of acquisition cost and fair value at the balance sheet date. Dividends and other distributions are recognised as other financial income.

Property, plant and equipment

Property, plant and equipment is capitalised and depreciated over the assets estimated useful life. Costs for maintenance are expensed as incurred, whereas costs for improving and upgrading property plant and equipment are added to the acquisition cost and depreciated with the related asset. If carrying value of a non-current asset exceeds the estimated recoverable amount, the asset is written down to the recoverable amount. The recoverable amount is the greater of the net realisable value and value in use. In assessing value in use, the discounted estimated future cash flows from the asset are used.

Intangible assets

Intangible assets are amortized linearly over its useful life. If carrying value of a non-current asset exceeds the estimated recoverable amount, the asset is written down to the recoverable amount.

List of subsidiaries

Note 2

The following subsidiaries are included in the consolidated financial statement:

Subsidiary	Country of incorporation	June 30, 2021 Interest/voting power	Dec 31, 2020 Interest/voting power
Norsk Solar Nicaragua	Nicaragua	99%	99%
Semypolky Solar Ltd	England	64,286%	42,85%
Semypolky Solar LLC	Ukraine	45%	30%
Semypolky Solar 2 LLC	Ukraine	45%	30%
Norsk Solar EPC AS	Norway	100%	100%
Nordic Impact Cooperation AS	Norway	50,67%	100%
Norsk Solar Vietnam Ltd.	England	100%	100%
Norsk Solar Vietnam LLC	Vietnam	100%	0%
NV Capital Management	Luxemburg	100%	0%
Norsk Solar Hungary kFT	Hungary	51%	0%
Norsk Solar Brasil Ltda	Brasil	100%	0%

NV capital management has not had any activity in 2021 and has been liquidated in July. Norsk Solar EPC AS has not had any activity. Nordic Impact Cooperation has changed name from Norsk Solar 1 AS.

Norsk Solar AS increased its ownership in Semypolky Solar Ltd. In 2021 to 64,286%.

Other investments

Note 3

Entity	Ownership interest	Jun 30, 2021	Dec 31, 2020
Gharo Solar LLC	10%	14,044,379	14,044,379
Sustainable Power Generation Pvt) Ltd	4,22%	622,700	622,700

Both Gharo Solar and Sustainable Power Generation are accounted for using the cost method.

Inventory

Note 4

Inventory consist of project under development

Share capital and shareholder information

Note 5

	Number of shares authorised	Number of shares issued and fully paid	Nominal value per share	Carrying amount
2020	5,560,621	5,560,621	0,1000	556,062
2021	74,770,387	74,770,387	0,01	747,704

10 largest shareholder in % at Jun 30, 2021

	No. of shares	%	Name
1	35,532,861	47,52264	VALINOR AS
2	4,978,194	6,65798	Pictet & Cie (Europe) S.A.
3	4,699,230	6,28488	SELBER AS
4	4,696,230	6,28087	ØLV HOLDING AS
5	4,696,230	6,28087	BERKER GROUP AS
6	3,989,170	5,33523	AEGA ASA
7	2,631,578	3,51955	NORDIC ESG AND IMPACT INFRASTRUCT
8	2,448,120	3,27418	RØROS KOBBERVERK AS
9	1,375,000	1,83896	CACEIS Bank
10	1,052,631	1,40782	AUSTAVIND AS

Equity

Note 6

	Share capital	Share premium	Other equity	Minority interest
Balance December 31,2020	556,062	52,584,517	1,518,347	35,405,494
Net profit (loss) of the year			-13,822,352	480,028
Debt conversion		1,090,524		
Capital increase	191,642	149,894,180		
Capital Expenditures		-7,286,891		
Minority change			-9,477,462	-4,127,216
Translation differences			-941,300	
Total	747,704	196,317,900	-22,722,767	15,606,035