

AIP Management P/S

Klareboderne 1

1115 København K

CVR No. 39 50 43 08

Annual Report 1 January 2023 – 31 December 2023

6. Financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 20 March 2024

Jannick Prehn Brøndum
Chairman

Contents

Management's Statement.....	3
Independent Auditor's Report	4
Company details	7
Management's review	8
Key Figures and Financial Ratios.....	14
Accounting Policies.....	15
Income statement	20
Balance Sheet as of 31 December	21
Statement of changes in Equity.....	23
Notes	24

Management's Statement

Today, Management has considered and adopted the Annual Report of AIP Management P/S for the financial year 1 January - 31 December 2023.

The Annual Report has been presented in accordance with the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on Annual Reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc.

In our opinion, the Consolidated Financial Statements and the Parent company Financial Statements gives a true and fair view of the assets, liabilities and financial position of the Group and the Parent Company at 31 December 2023 and of the results of the Group's and the Parent Company's operations for the financial year 1 January - 31 December 2023.

In our opinion, the Management's Review gives a true and fair view of the development, activities and financial position of the Group and the Parent company and describes significant risks and uncertainty factors that may affect the Group and the Parent company.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 20 March 2024

Executive Board

Kasper Hansen
CEO

Board of Directors

Peter Damgaard Jensen
Chairman

Jon Steingrim Johnsen

Torsten Fels

Jan Erik Saugestad

Jannick Prehn Brøndum

Per Fredrik Karlsson

Independent Auditor's Report

To the shareholders of AIP Management P/S

Opinion

In our opinion, the Consolidated Financial Statements and the Parent Company Financial Statements give a true and fair view of the Group's and the Parent Company's financial position at 31 December 2023 and of the results of the Group's and the Parent Company's operations for the financial year 1 January - 31 December 2023 in accordance with the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc.

We have audited the Consolidated Financial Statements and the Parent Company Financial Statements of AIP Management P/S for the financial year 1 January - 31 December 2023, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes for both the Group and the Parent Company ("financial statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, 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.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc.

Independent Auditor's Report

Based on the work we have performed, in our view, Management's Review is in accordance with the Consolidated Financial Statements and the Parent Company Financial Statements and has been prepared in accordance with the requirements of the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc. We did not identify any material misstatement in Management's Review.

Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Consolidated Financial Statements and Parent Company Financial Statements that give a true and fair view in accordance with the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc., 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.

In preparing the financial statements, Management is responsible for assessing the Group's and the Parent 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 in preparing the financial statements unless Management either intends to liquidate the Group or the Parent Company or to cease operations, or has no realistic alternative but to do so.

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 and the additional requirements applicable in Denmark 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 conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism 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.

Independent Auditor's Report

- 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 Group's and the Parent 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 in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Parent 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 Group's and the Parent Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Hellerup, 20 March 2024

PRICEWATERHOUSECOOPERS
STATSAUTORISERET REVISIONSPARTNERSELSKAB
CVR-no. 33771231

Per Rolf Larssen
State Authorised Public Accountant
mne24822

Casper Larsen
State Authorised Public Accountant
mne45855

Company details

Company	AIP Management P/S Klareboderne 1 1115 København K
CVR no.	39504308
Date of formation	18 April 2018
Registered office	Copenhagen
Financial period	1 January – 31 December 2023
FT-Number	23151
Board of Directors	Peter Damgaard Jensen, Chairman Jon Steingrim Johnsen Torsten Fels Jan Erik Saugestad Jannick Prehn Brøndum Per Frederik Karlsson
Executive Board	Kasper Hansen, CEO
Auditors	PRICEWATERHOUSECOOPERS STATSAUTORISERET REVISIONSPARTNERSELSKAB Strandvejen 44 2900 Hellerup CVR-no.: 33771231

Management's review

Main activity

The company's activity is to act as an independent investment manager dedicated to invest and manage unlisted investments into energy and infrastructure assets or companies on behalf of institutional investors and what is related to this.

The company is registered as an Alternative Investment Fund Manager licensed by the Danish Financial Supervisory Authority to operate as fund manager in accordance with the Danish Alternative Investment Fund Managers Act. In 2023 the company managed six alternative investment funds, AIFs (PKA Direct I K/S, PKA Direct II K/S, PKA Ophelia Holding K/S, AIP Infrastructure I K/S, AIP Infrastructure II K/S, AIP Swiss Feeder K/S and Datoselskabet af 3. Juli 2023 K/S).

In addition, the company manages certain administrative task for other investors with respect to investments where the investors of the funds managed by the company have joint ownership or similar in one or more of the investments.

Development in the year

The group's Income Statement of the financial year 1 January - 31 December 2023 shows a result of TDKK 5,078 and the Balance Sheet at 31 December 2023 a balance sheet total of TDKK 151,133 and an equity of TDKK 48,665. The Board of Directors propose a dividend of TDKK 1,500 at the general meeting.

The company manages a total of 22 investments within offshore wind, onshore wind, solar PV, energy storage, biomass, gas infrastructure, transport and telecommunications with a total fair value of DKK 28 bn as at the balance sheet date.

2023 was first full year with market presence in US after opening our New York office. Together with our branches in Spain and UK we have successfully managed to broaden our market presence.

The management is satisfied with the development in the year of 2023 and the result is in line with expectations.

Knowledge resources

Attracting and maintaining the right employees is vital for the company's success. In order to ensure the future development of the company it is imperative to maintain key competences within areas such as investments, asset management, risk management, legal and compliance.

Sustainability

The inherent societal importance of energy and infrastructure assets makes ESG an imperative component for AIP when investing in and managing such assets. We believe that a strong focus on responsible investing and ESG will create long-term value for our investors.

Consequently, we have integrated a range of ESG principles and valuations throughout all stages of our investment process; from initial screening and investment analysis, during due diligence, negotiation and closing of transaction, and thereafter in the asset management phase.

We actively monitor and work with ESG issues in our portfolio of assets and, in close cooperation with our co-investors and operating partners, we continuously strive to improve ESG performance metrics alongside traditional financial performance. At AIP, we advocate a strong awareness of ESG topics amongst our employees and make every effort to ensure our investment partners mirror these principles as well.

Management's Review

Risks

The company continuously develops its tools and processes to identify and manage risks. The Board of Directors lays down the overall related policies and regularly receives reports on developments. The daily risk management is conducted by the risk department.

The company's income is dependent on the development of the management fee and other fees. Please refer to note 10 regarding risks and uncertainties.

Uncertainties

Management believes that no material uncertainty is related to recognition and measurement of any of the assets or liabilities on the balance sheet.

Management has not identified any unusual circumstances that might have affected recognition or measurement in the financial statements.

Subsequent events

No events have occurred which are considered to have effect on the assessment of the Financial Statements.

Expected development

The pipeline of investment opportunities is attractive, and the company expects to continue its planned activities for 2024 including adding additional investments as well as investors to the funds managed. A net profit between DKK 1m and 5m is expected in 2024.

Management's Review

Positions for the Executive Board and the Board of Directors

Kasper Hansen, CEO and Managing Partner

Executive Board:

- AIP Management P/S
- PKA AIP A/S
- AIP Infrastructure II GP ApS
- AIP Infrastructure I GP ApS
- PKA Direct GP ApS
- PKA Ophelia Holding GP ApS
- AIP Blafa GP ApS
- NSI DK HoldCo GP ApS
- AIP Zion GP ApS
- AIP El Campo Holding GP ApS
- AIP Escalade Holding GP ApS
- AIP Mallard Holding GP ApS
- AIP Dante Holding GP ApS
- AIP Porter Holding GP ApS
- AIP Partner Holding ApS
- 2020 Holding ApS
- Daem Holding ApS
- AIP CIV Komplementar ApS
- AIP Komplementar ApS
- AIP XLT Holding GP ApS
- AIP Pref NE GP ApS
- AIP Pref S.E. GP ApS
- AIP Lorax Holding GP ApS
- AIP He Dreih Holding GP ApS
- DatoSelskabet af 3. juli 2023 GP ApS
- AIP II Holding 9 GP ApS

Peter Damgaard, Chairman

Board of Directors:

- AIP Management P/S
- Investeringsforeningen Maj Invest
- PENM IV GP ERF Fonden
- Private equity new markets IV K/S
- Climate Investment Coalition F.M.B.A
- Fonden World Climate Foundation

Management's Review

Torsten Fels

Executive Board:

- PenSam Holding A/S
- PenSam Pension Forsikringsaktieselskab
- PenSam Bank A/S

Board of Directors:

- AIP Management P/S
- Danish SDG Investment Fund
- Institutional Holding P/S

Jannick Prehn Brøndum, General Counsel

Executive Board:

- AIP Infrastructure II GP ApS
- AIP Infrastructure I GP ApS
- PKA Direct GP ApS
- PKA Ophelia Holding GP ApS
- AIP Blafa GP ApS
- NSI DK HoldCo GP ApS
- AIP Zion GP ApS
- AIP El Campo Holding GP ApS
- AIP Escalade Holding GP ApS
- AIP Mallard Holding GP ApS
- AIP Dante Holding GP ApS
- AIP Porter Holding GP ApS
- PKA Sygeplejersker og Lægesekretærer GP ApS
- PKA Socialrådgivere, Socialpædagoger og Kontorpersonale GP ApS
- PKA Sundhedsfaglige GP ApS
- PKA Walney Extension Holding ApS
- PKA Burbo Extension Holding ApS
- PKA TeesREP Holding ApS
- Brøndum Holding 2021 ApS
- AIP XLT Holding GP ApS
- AIP Pref NE GP ApS
- AIP Pref S.E. GP ApS
- AIP Lorax Holding GP ApS
- AIP He Dreiht Holding GP ApS
- Datoselskabet af 3. juli 2023 GP ApS
- AIP II Holding 9 GP ApS

Board of Directors:

- AIP Management P/S
- PKA AIP A/S
- AIP Partner Holding ApS

Management's Review

Jon Johnsen

Executive Board:

- Pensionskassernes Administration A/S
- PKA+ Pension Forsikringsselskab A/S
- Pensionskassen for Farmakonomer
- Pensionskassen for Sundhedsfaglige
- Pensionskassen for Sygeplejersker og Lægesekretærer
- Pensionskassen for Socialrådgivere, Socialpædagoger og Kontorpersonale

Board of Directors:

- AIP Management P/S
- Institutional Holding P/S
- IIP Denmark P/S
- IIP Denmark GP ApS
- Forca A/S
- Ringkjøbing Landbobank A/S
- Komplementarselskabet PKA Ejendomme ApS
- PKA Ejendomme P/S

Jan Erik Saugestad

Executive Board:

- Storebrand Asset Management AS

Board of Directors:

- AIP Management P/S
- Institutional Holding P/S
- Capital Investment A/S
- Storebrand Fonder AB
- Skagen AS
- Verdipapirfondenes Forening
- Verdipapirfondenes Forening Næringspolitik
- Cubera Private Equity AS
- Wild Goose AS
- Storebrand Asset Management UK Ltd.
- Institutional investors group on climate change Limited

Management's Review

Per Frederik Karlsson

Board of Directors:

- AIP Management P/S
- Frippco Konsult AB
- FrippCo AB
- Capillary AB
- Navigo Invest AB
- Lekolar Group AB
- David Bonnier & Co Juristbyrå AB
- Nordstjernan Growth AB
- Vedkorgen AB

Key Figures and Financial Ratios

The development in the Group and Parent Company's key figures and financial ratios can be described as follows: In TDKK

Group

	2023	2022	2021	2020	2019
Administration fees	151.561	127.486	129.521	68.823	42.813
Other operating income	12.380	11.938	8.918	6.318	4.133
Expenses for personnel and administration	- 145.400	- 130.603	- 90.993	- 72.723	- 41.420
Operating profit/loss	8.566	6.811	46.065	1.055	5.526
Profit/loss for the year	5.078	5.849	45.450	592	5.016
Total equity	48.665	45.234	50.547	5.597	10.021
Total assets	151.133	146.096	88.458	45.774	37.097
Solvency ratio (%)	32%	31%	57%	12%	27%
Return on equity (ROE) (%)	11%	12%	162%	7%	65%
Avg. Number of full-time employees	80	65	44	33	22
Number of Alternative Investment Funds under administration	7	6	6	6	1
Assets under administration in bn. DKK	28,0	23,1	27,3	25,0	21,5

Parent

Administration fees	151.561	127.486	129.521	68.823	42.813
Other operating income	12.334	11.893	8.873	6.280	4.133
Expenses for personnel and administration	- 148.571	- 131.526	- 90.965	- 72.701	- 41.420
Operating profit/loss	6.534	6.279	46.048	1.040	5.526
Profit/loss for the year	5.706	5.611	45.443	583	5.016
Total equity	49.214	45.142	50.531	5.588	10.021
Total assets	150.909	142.051	88.399	45.726	37.097
Solvency ratio (%)	33%	32%	57%	12%	27%
Return on equity (ROE) (%)	12%	12%	162%	7%	65%
Avg. Number of full-time employees	76	65	44	33	22
Number of Alternative Investment Funds under administration	7	6	6	6	1
Assets under administration in bn. DKK	28,0	23,1	27,3	25,0	21,5

Accounting Policies

Reporting Class

The Annual Report of AIP Management P/S for 1 January - 31 December 2023 has been presented in accordance with the provisions of the Danish Alternative Investment Fund Managers Act, the Danish Financial Supervisory Authority's executive order on general rules on annual reports and audits of alternative investment funds and the Danish Financial Supervisory Authority's executive order on financial reports for credit institutions and investment companies etc.

The accounting policies applied remain unchanged from last year.

Reporting currency

The Annual Report is presented in thousand Danish kroner.

Basis of recognition and measurement

The financial statement have been prepared under the historical cost principle.

Income is recognised in the Income Statement as it is earned, including value adjustments of financial liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including provision as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the Income Statement.

Assets are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will accrue to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

AIP Management P/S

Foreign subsidiaries and associates are considered separate entities. The income statements are translated into a monthly average rate of exchange and the balance sheet items are translated into the rates of exchange at the balance sheet date. Currency translation differences that occur when translating foreign subsidiaries' equity at the beginning of the year at the rates of exchange at the balance sheet date and when translating Income Statements from average rates at the rates of exchange at the balance sheet date are recognised directly in equity.

Translation adjustment of balances with separate foreign subsidiaries that is considered a part of the total investment in the subsidiary is recognised directly in equity. Similarly, foreign exchange gains and losses on loans and derivative financial instruments entered to assure net investments in foreign subsidiaries are recognised directly in equity.

Consolidated Financial Statements

The Consolidated Financial Statements comprise the Parent company AIP Management P/S and subsidiaries in which AIP Management P/S directly or indirectly holds more than 50% of the voting rights or in other ways has control.

For the consolidation, intercompany income and costs, shareholdings, intercompany balances and dividends as well as realised and unrealised profit and loss are eliminated in connection with transactions between the consolidated enterprises.

Equity investments in subsidiaries are eliminated by the proportionate share of the subsidiaries' market value of net assets and liabilities at the time of acquisition.

Newly acquired or established enterprises are recognised in the Consolidated Financial Statements from the date of acquisition. Enterprises sold or liquidated are recognised in the Consolidated Income Statement up to the date of disposal. Comparative figures are not corrected for enterprises newly acquired, sold or liquidated

Income statement

Administration fees

Administration fee is recognised in the income statement in accordance with the management agreement

Other operating income and expenses

Other operating income and expenses comprises items of a secondary nature to the activities of the enterprises.

Expenses for personnel and administration

Staff expenses comprise wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement, pensions and social security costs.

Administration costs include costs related to the purchase of services, rent, other administrative costs, etc.

Amortisation and impairment of tangible and intangible assets

Amortisation and impairment of tangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

Asset	Useful life	Scrap value
Lease assets	1 - 7 years	0%
Other fixtures and fittings, tools and equipment	3 - 5 years	0%
Leasehold improvement	7 years	0%

Income from investments in group enterprises

The item "Income from investments in group enterprises" in the income statement includes the proportionate share of the profit for the year.

Investments in subsidiaries Investments in subsidiaries are recognised and measured under the equity method.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial period. Financial income and expenses include interest revenue and expenses, finance charges in respect of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies, repayment on mortgage loans, and surcharges and allowances under the tax prepayment scheme.

Tax on net profit/loss

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year for company's foreign activities less the part of the tax of the year that relates to changes in equity. Current tax regarding changes equity is recognized directly in equity.

The Company is jointly taxed with wholly Danish and foreign subsidiaries. The tax effect of joint taxation is allocated to the enterprises in proportion to their taxable income.

Balance Sheet

Fixed assets

In accordance with the principles of IFRS 16 lease assets are recognised, from the time the company has the right to use the asset. On initial recognition, the value of the asset is measured at present value of the payments. At the same time, the present value of the payments is recognized as a liability. In calculating the present value, the company's alternative financing interest rate on the asset is used.

Other fixed assets are measured at cost on initial recognition and subsequently at cost less accumulated depreciation and impairment losses.

The depreciable amount is calculated taking into consideration the residual value of the asset at the end of its useful life, reduced by impairment losses, if any. The depreciation period and the residual value are determined at the data acquisition. If the residual value exceeds the carrying amount of the asset,

AIP Management P/S

depreciation is discontinued.

In case of changes in depreciation period or residual value, the effect of a change in depreciation period is recognised prospectively in accounting estimates.

Cost includes the purchase price and expenses directly related to acquisition until the time when the asset is ready for use. The cost of self-constructed assets includes costs for materials, components, subcontractors, direct payroll costs and indirect production costs.

The cost of composite asset is disaggregated into components, which are separately depreciated if the useful lives of the individual components differ.

Equity investments in group enterprises

The item “Long-term investments in group enterprises” in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition.

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to “Reserve for net revaluation under the equity method” under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in the subsidiaries.

Subsidiaries with a negative net asset value are recognised at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Prepaid expenses

Prepaid expenses recognised in assets comprises prepaid costs regarding subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank.

Equity

Equity comprises corporate capital and a number of other equity items that may be statutory or provided for in the Articles of Association.

Dividend

Dividend distribution proposed by the Management for the year is disclosed as a separate equity item.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year for the company’s foreign activities, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Liabilities

Liabilities are measured at amortised cost, which usually corresponds to the nominal value.

Accruals

Accruals consist of payments received regarding income in the subsequent financial years.

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

Explanation of financial ratios

Key figures and financial ratios are determined based on "Recommendations & Financial Ratios" issued by the Danish Society of Financial Analysts.

$$\text{Return on equity (\%)} = \frac{\text{Profit for the year}}{\text{Avg. equity}}$$

$$\text{Solvency ratio (\%)} = \frac{\text{Total equity} \times 100}{\text{Total assets}}$$

Income statement

For the period 1 January - 31 December

	Note	Group		Parent	
		2023 TDKK	2022 TDKK	2023 TDKK	2022 TDKK
Administration fees	1	151.561	127.486	151.561	127.486
Other operating income		12.380	11.938	12.334	11.893
Expenses for personnel and administration	2	- 145.400	- 130.602	- 148.571	- 131.525
Depreciation, amortisation expense and impairment losses of fixed assets recognised in profit or loss		- 9.975	- 2.010	- 8.790	- 1.575
Profit/loss before financial income and expenses		8.566	6.812	6.534	6.279
Income from investments in group enterprises		-	-	1.359	-
Other finance income		755	-	773	-
Other finance expenses	3	- 2.764	- 608	- 2.626	- 430
Profit from ordinary activities before tax		6.557	6.204	6.040	5.849
Tax expense on ordinary activities		- 1.479	- 355	- 334	- 238
Profit		5.078	5.849	5.706	5.611
Proposed distribution of results					
Proposed dividend recognised in equity		1.500	1.500	1.500	1.500
Reserve for net revaluation under the equity method		-	-	1.359	-
Retained earnings		3.578	4.349	2.847	4.111
Distribution of profit		5.078	5.849	5.706	5.611

Balance Sheet as of 31 December

	Note	Group		Parent	
		2023 TDKK	2022 TDKK	2023 TDKK	2022 TDKK
Assets					
Lease assets	4	46.536	53.272	44.603	49.846
Fixtures, fittings, tools and equipment	5	4.462	4.059	4.462	4.059
Leasehold improvements	6	2.148	2.154	2.148	2.154
Property, plant and equipment		53.146	59.485	51.213	56.059
Long-term investments in group enterprises	7	-	-	2.805	1.580
Investments		-	-	2.805	1.580
Fixed assets		53.146	59.485	54.018	57.639
Short-term receivables from group enterprises		-	-	-	492
Other short-term receivables		25.123	66.510	26.749	65.844
Prepaid expenses		4.853	2.722	4.853	2.630
Receivables		29.976	69.232	31.602	68.966
Cash and cash equivalents		68.011	17.379	65.289	15.446
Current assets		97.987	86.611	96.891	84.412
Assets		151.133	146.096	150.909	142.051

Balance Sheet as of 31 December

	Note	Group		Parent	
		2023 TDKK	2022 TDKK	2023 TDKK	2022 TDKK
Liabilities and equity					
Contributed capital		1.000	1.000	1.000	1.000
Reserve for net revaluation under the equity method		-	-	1.359	-
Foreign exchange rate adjustments		-	-	- 134	-
Retained earnings		46.165	42.734	45.489	42.642
Proposed dividend recognised in equity		1.500	1.500	1.500	1.500
Equity		48.665	45.234	49.214	45.142
Subordinated capital deposits	8	14.779	14.058	14.779	14.058
Subordinated capital deposits		14.779	14.058	14.779	14.058
Lease commitments		41.247	46.618	40.339	44.324
Long-term liabilities other than provisions	9	41.247	46.618	40.339	44.324
Short-term payables to group enterprises		-	-	4.651	-
Tax payables		1.285	430	495	315
Other payables		37.892	32.977	35.458	32.687
Lease commitments	9	7.265	6.779	5.973	5.525
Short-term liabilities other than provisions		46.442	40.186	46.577	38.527
Liabilities other than provisions within the business		87.689	86.804	86.916	82.851
Liabilities and equity		151.133	146.096	150.909	142.051
Risks and uncertainties	10				
Contingent liabilities	11				
Collaterals and assets pledges as security	12				
Related parties	13				
Fees for auditors elected on the general meeting	14				

Statement of changes in Equity

Group

In TDKK

	Contributed capital	Retained earnings	Purposed dividend recognised in equity	Total
Equity 1 January 2023	1.000	42.734	1.500	45.234
Dividend paid	-		- 1.500	- 1.500
Profit (loss)	-	3.578	1.500	5.078
Foreign exchange rate adjustments	-	- 148	-	- 148
Equity 31 December 2023	1.000	46.164	1.500	48.664

Parent

In TDKK

	Contributed capital	Retained earnings	Purposed dividend recognised in equity	Total
Equity 1 January 2023	1.000	42.642	1.500	45.142
Dividend paid	-	-	- 1.500	- 1.500
Reserve for net revaluation under the equity method	-	1.359	-	1.359
Foreign exchange rate adjustments	-	- 134	-	- 134
Profit (loss)	-	2.847	1.500	4.347
Equity 31 December 2023	1.000	46.714	1.500	49.214

The company's nominal shareholding is 1,000,000 shares with a nominal value of DKK 1 per share

The share capital has been unchanged since foundation.

Notes

	Group		Parent	
	2023	2022	2023	2022
	TDKK	TDKK	TDKK	TDKK
1. Administration fees				
Gode Wind II Joint Holdco P/S and Industriens Pensions Service A/S	4.290	4.281	4.290	4.281
The managed funds	147.271	123.205	147.271	123.205
	151.561	127.486	151.561	127.486
2. Expenses for personnel and administration				
Wages and salaries	107.284	80.450	95.786	78.928
Post-employment benefit expense	5.877	5.153	5.877	5.153
Social security contributions	1.386	1.316	1.386	1.316
Other employee and administration expense	30.853	43.683	45.522	46.128
	145.400	130.602	148.571	131.525
Average number of employees	80	65	76	65
Details of remuneration to the board of directors and the executive board can be found at: https://aipmanagement.dk				
3. Other finance expenses				
Financial cost on subordinated capital deposits	721	291	722	291
Other financial cost	13	102	101	93
Interest of lease obligation	2.030	215	1.803	46
	2.764	608	2.626	430

Notes

	Group		Parent	
	2023	2022	2023	2022
	TDKK	TDKK	TDKK	TDKK
4. Lease assets				
Cost at the beginning of the year	58.019	4.488	54.164	4.488
Addition according to IFRS 16	2.012	53.531	2.221	49.676
Disposal according to IFRS 16	-	-	- 4.087	-
Exchange differences	- 125	-	-	-
Cost at the beginning of the year	59.906	58.019	52.298	54.164
Depreciation at the beginning of the year	- 4.747	- 2.744	- 4.318	- 2.744
Depreciation according to IFRS 16	- 8.637	- 2.003	- 7.464	- 1.574
Disposal according to IFRS 16	-	-	4.087	-
Exchange differences	14	-	-	-
Depreciation at the end of the year	- 13.370	- 4.747	- 7.695	- 4.318
Carrying amount at the end of the year	46.536	53.272	44.603	49.846
5. Fixtures, fittings, tools and equipment				
Cost at the beginning of the year	4.059	-	4.059	-
Addition during the year	1.400	4.059	1.400	4.059
Cost at the end of the year	5.459	4.059	5.459	4.059
Depreciation at the beginning of the year	-	-	-	-
Depreciation for the year	- 997	-	- 997	-
Depreciation at the end of the year	- 997	-	- 997	-
Carrying amount at the end of the year	4.462	4.059	4.462	4.059

Notes

	Group		Parent	
	2023	2022	2023	2022
	TDKK	TDKK	TDKK	TDKK
6. Leasehold improvements				
Cost at the beginning of the year	2.154	-	2.154	-
Addition during the year	323	2.154	323	2.154
Cost at the end of the year	2.477	2.154	2.477	2.154
Depreciation at the beginning of the year	-	-	-	-
Depreciation for the year	- 329	-	- 329	-
Depreciation at the end of the year	- 329	-	- 329	-
Carrying amount at the end of the year	2.148	2.154	2.148	2.154

7. Long-term investments in group enterprises

Name	Share held in %	Registered office	Equity	Profit
PKA Direct GP ApS	100	Copenhagen, Denmark	47 TDKK	3 TDKK
AIP Infrastructure I GP ApS	100	Copenhagen, Denmark	51 TDKK	3 TDKK
AIP Infrastructure II GP ApS	100	Copenhagen, Denmark	57 TDKK	5 TDKK
AIP Management US INC.	100	Delaware, New York	392 TUSD	149 TUSD

Notes

8. Subordinated capital deposits (Parent)

Loan Pensionskassen for Farmakonomer

Amount of the loan: TDKK 350

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 19 (2022: 8)

Loan Pensionskassen for Socialrådgivere m.m.

Amount of the loan: TDKK 2,730

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 151 (2022: 61)

Loan Pensionskassen for Sundhedsfaglige

Amount of the loan: TDKK 2,120

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 118 (2022: 47)

Loan Pensionskassen for Sygeplejersker og Lægesekretærer

Amount of the loan: TDKK 4,800

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 266 (2022: 107)

Loan PenSam Pension Forsikringsaktieselskab

Amount of the loan: TDKK 3,000

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 13 March 2029

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 166 (2022: 67)

Notes

Subordinated capital deposits (Group)

Loan Pensionskassen for Farmakonomer

Amount of the loan: TDKK 350

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 19 (2022: 8)

Loan Pensionskassen for Socialrådgivere m.m.

Amount of the loan: TDKK 2,730

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 151 (2022: 61)

Loan Pensionskassen for Sundhedsfaglige

Amount of the loan: TDKK 2,120

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 118 (2022: 47)

Loan Pensionskassen for Sygeplejersker og Lægesekretærer

Amount of the loan: TDKK 4,800

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 10 October 2028

The loan is unredeemable

The loan cannot under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 266 (2022: 107)

Loan PenSam Pension Forsikringsaktieselskab

Amount of the loan: TDKK 3,000

Currency on the loan: DKK

The interest rate: CIBOR 6M + 2%

Expiration Date: 13 March 2029

The loan is unredeemable

The loan can not under certain circumstances be required to be repaid more quickly.

Interest expences in TDKK: 166 (2022: 67)

Notes

9. Long-term liabilities**Group**

	Due after 1 year	Due within 1 year	Due after 5 years
Lease commitments	41.247	7.265	8.789
	<u>41.247</u>	<u>7.265</u>	<u>8.789</u>

Parent

	Due after 1 year	Due within 1 year	Due after 5 years
Lease commitments	40.339	5.973	8.789
	<u>40.339</u>	<u>5.973</u>	<u>8.789</u>

10. Risks and uncertainties

The income of the company consists of management fee from funds under management and other fees. The management fee is dependent on the number, size and classification of funds under management as well as the company's ability to attract investors to raise new funds from time to time as the current funds are being invested and realized. The management fee agreements governing the funds managed. With respect to financial risk management company follows the risk and liquidity policy, which sets guidelines and objectives.

11. Contingent liabilities

The company has liabilities of DKK 2,6 million regarding agreements related to the office and IT systems.

12. Collaterals and assets pledges as security

No securities or mortgages exist at the balance sheet date.

Notes

13. Related parties

There are no related parties with controlling influence.

Related parties with significant influence:

The shareholders are Institutional Holding P/S (49,9% of the shares), AIP Partner holding ApS (49,9% of the shares) and AIP Komplementar ApS (0,2% of the shares). The shareholders have contributed capital of total DKK 5m.

Board of Directors and Executive Board:

There have been no other transactions with the board of directors and management other than those specified in note 2.

Other related parties: The four PKA pension funds Pensionskassen for Farmakonomer, Pensionskassen for Socialrådgivere, Socialpædagoger og Kontorpersonale, Pensionskassen for Sundhedsfaglige og Pensionskassen for Sygeplejersker og Lægesekretærer and Pensam Pension Forsikringsaktieselskab have provided subordinated loan capital for DKK 13m.

The managed funds are also considered related parties and comprise of the following:

PKA Direct I K/S

PKA Direct II K/S

AIP Infrastructure I K/S

AIP Infrastructure II K/S

AIP Infrastructure II Swiss Feeder K/S

PKA Ophelia Holding K/S

The general partner is also considered a related party and comprises the following AIP Komplementar ApS.

	Group		Parent	
	2023 TDKK	2022 TDKK	2023 TDKK	2022 TDKK
14. Fees for auditors elected on the general meeting				
Statutory audit	111	79	85	55
Tax consultancy	-	308	-	308
Other services	-	69	-	69
	111	456	85	432