



**Dravus**

Investment

**2016**

Dravus Investment a.s.  
**ANNUAL REPORT**



**ANNUAL REPORTS**

of the company Dravus Investment a. s.  
for the period from 1. 1. 2016 do 31. 12. 2016

<b>NAME OF COMPANY</b>	Dravus Investment a. s.
<b>SEAT</b>	Vídeňská 995/63, 639 00 Brno-Štýřice
<b>LEGAL FORM</b>	joint-stock company
<b>ID NUMBER</b>	241 72 090

**Dravus**  
Investment



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# LETTER TO OUR SHAREHOLDERS

Dravus Investment a.s. (hereinafter the “Company”) is a private-equity company whose main activity consists in searching and analyzing suitable investment opportunities for placement of private capital of its shareholders, holding of ownership interests and strategic control of target assets through individual components of the holding structure.

Currently, the Company's investments are focused on the segment of generation of energy, environmental and new technology, network services and real estate on the markets with growth potential.

The company owns, through its subsidiaries, 3 photovoltaic power plants located in the Romanian region of Oradea with a total installed capacity of 11 MW.

After successful negotiation with ENEL TRADE ROMANIA S.A. in 2015 and conclusion of a contract for the purchase of green certificates and electricity generated in the 5 MW photovoltaic power plant, we successfully completed negotiations with ENEL MUNTENIA S.A. in 2016 and concluded long-term contracts for the purchase of green certificates and generated electricity also for the remaining 2 photovoltaic power plants, each with a capacity of 3 MW.

In the framework of restructuring the ownership structure aimed at securing the stability of profitability of the whole investment in Romania for the future and in order to reduce costs, the successor company Dravus Investment a.s. amalgamated, by a cross-border merger by acquisition, with the dissolving company ENERGETICKÝ HOLDING, s.r.o., with its registered office at M. Pišúta 919/2, Liptovský Mikuláš, Slovakia, in accordance with cross-border merger project of 28 November 2016. The assets and liabilities of the dissolving company ENERGETICKÝ HOLDING, s.r.o. passed, by operation of law, to the successor company Dravus Investment a.s., which continues the business in full.



## GENERAL INFORMATION ON COMPANY

The Company was established through a foundation deed as a joint-stock company on 27 September 2011 and was incorporated upon registration in the Commercial Register kept by the Municipal Court in Prague on 19 October 2011. In 2013, a change in the registered office of the Company was registered in the Commercial Register and the file number of the Company was transferred to the Regional Court in Brno (Section B, File No. 6867).

The Company was established through a foundation deed as a joint-stock company on 27 September 2011 and was incorporated upon registration in the Commercial Register kept by the Municipal Court in Prague on 19 October 2011. In 2013, a change in the registered office of the Company was registered in the Commercial Register and the file number of the Company was transferred to the Regional Court in Brno (Section B, File No. 6867).

During the accounting period, the Company fulfilled the function of an investment and holding company, dealt with strategic management and restructuring of its assets, provided managerial and advisory services, provided financial assistance to its subsidiaries.

The Company has no branch, organizational unit or any other part of business enterprise abroad.

The Company has registered capital in the amount of CZK 2,000 thousand - 20 registered shares.

A member of the Board of Directors acts independently for the Company in external relations on behalf of the Company.

Effective from 31 December 2016, as a result of cross-border merger, Dravus Investment a.s. as a successor company merged with the dissolving company ENERGETICKÝ HOLDING, s.r.o., with its registered office at M. Pišúta 919/2, Liptovský Mikuláš, Postal Code 031 01, Slovak Republic, Id. No.: 46 911 367, where the assets and liabilities of the dissolving company passed to Dravus Investment a.s. in accordance with the cross-border merger project of 28 November 2016, with decisive date of 1 January 2016.

The successor company Dravus Investment a.s. fully continues the business of the dissolving company ENERGETICKÝ HOLDING, s.r.o.

### FINANCIAL INFORMATION

In the accounting period from 1 January 2016 to 31 December 2016, the Company's economic management resulted in a loss in the amount of CZK 334 thousand, as specified in more detail in the financial statements as of 31 December 2016.

As of 31 December 2016, the Company's total equity capital equaled CZK -1,814 thousand and total assets equaled CZK 738,007 thousand.

The Company acquired no own shares in 2016.

No events occurred after the balance-sheet date that would have a substantial impact on the financial statements for 2016.



**EXPECTED DEVELOPMENT**

The Company will further develop relationships with the current business partners and will attempt to expand and strengthen its current positions on the market.

**ACTIVITIES IN THE AREA OF RESEARCH AND DEVELOPMENT**

The company expends no expenses for research and development.

**ACTIVITIES IN THE AREA OF ENVIRONMENTAL PROTECTION**

All activities of the Company are carried out in accordance with the legal regulations for environmental protection.

**ACTIVITIES IN THE AREA OF LABOR-LAW RELATIONS**

As of 31 December 2016, the Company employed 2 employees and remunerated 2 members of governing bodies.

The Company complies with the legal regulations of the Czech Republic regarding labor-law relationships, ensures equal treatment, deals with them fairly and provides them with safe and healthy working environment without any discrimination, harassment or personal behavior that does not facilitate creating a productive working atmosphere.

Ing. Dušan Lichardus  
member of the Board  
In Brno, on 23 June 2017



# Financial Statements



# BALANCE SHEET

in a full format as at 31. 12. 2016 (Measure: 1000 CZK)

Ident.	ASSETS	Current accounting period			Previous
		Gross	Adjustment	Net	Net
	<b>TOTAL ASSETS</b>	<b>738 049</b>	<b>41</b>	<b>738 007</b>	<b>715 817</b>
<b>B.</b>	<b>Fixed Assets</b>	<b>8 540</b>	<b>41</b>	<b>8 498</b>	<b>724</b>
B.I.	Intangible Fixed Assets	9	5	3	6
B.I.2.	Valuable Rights	9	5	3	6
B.I.2.1.	Software	9	5	3	6
B.II.	Tangible Fixed Assets	52	36	16	33
B.II.2.	Tangible Movable Assets and Their Sets	52	36	16	33
B.III.	Financial Investments	8 479	0	8 479	684
B.III.1.	Shares in Controlled and Managed Organizations	8 479	0	8 479	684
<b>C.</b>	<b>Current Assets</b>	<b>729 502</b>	<b>0</b>	<b>729 502</b>	<b>715 090</b>
C.II.	Receivables	643 662	0	643 662	706 499
C.II.1.	Long-term Receivables	641 927	0	641 927	701 181
C.II.1.2.	Receivables – Controlling and Managing Organization	362 493	0	362 493	464 639
C.II.1.4.	Deferred tax Receivables	794	0	794	932
C.II.1.5.	Receivables – Other	278 640	0	278 640	235 610
C.II.1.5.1.	Receivables from Partners	0	0	0	4 741
C.II.1.5.4.	Other Receivables	278 640	0	278 640	230 869
C.II.2.	Short-term Receivables	1 734	0	1 734	5 318
C.II.2.1.	Trade Receivables	940	0	940	241
C.II.2.4.	Receivables – Other	795	0	795	371
C.II.2.4.3.	State - Taxation Receivables	484	0	484	371
C.II.2.4.4.	Prepayments	311	0	311	28
C.II.2.4.6.	Other Receivables	0	0	0	4 679
C.IV.	Cash	85 841	0	85 841	8 592
C.IV.1.	Cash in hand	4	0	4	0
C.IV.2.	Cash in bank accounts	85 837	0	85 837	8 592
<b>D.</b>	<b>Accruals</b>	<b>7</b>	<b>0</b>	<b>7</b>	<b>3</b>
D.1.	Deferred Expenditure	7	0	7	3

Ident.	LIABILITIES	Current accounting period	Previous period
	<b>TOTAL LIABILITIES</b>	<b>738 007</b>	<b>715 817</b>
<b>A.</b>	<b>Shareholders Equity</b>	<b>- 1 814</b>	<b>89</b>
A.I.	Registered Capital	2 000	2 000
A.I.1.	Registered Capital	2 000	2 000
A.IV.	Profit / Loss Brought Forward	- 3 480	1 044
A.IV.1.	Undistributed Profit of Previous Years	1 622	2 062
A.IV.2.	Accumulated Losses of Previous Years	-5 102	-1 018
A.V.	Retained Profit / Loss of the Current Financial Year (+/-)	-334	-2 955
B. + C.	Liabilities	739 515	715 728
<b>C.</b>	<b>Payables</b>	<b>739 515</b>	<b>715 728</b>
C.I.	Long-term Payables	644 554	696 122
C.I.6.	Payables – Controlling and Managing Organization	644 554	0
C.I.9.	Payables – Other	0	696 122
C.I.9.3.	Other Payables	0	696 122
C.II.	Short-term Payables	94 961	19 605
C.II.4.	Trade Payables	132	403
C.II.8.	Payables – Other	94 829	19 202
C.II.8.2.	Short-term Borrowings	0	18 970
C.II.8.3.	Employee Related Liabilities	138	102
C.II.8.4.	Social Security and Health Insurance Liabilities	89	71
C.II.8.5.	State – Taxation Liabilities and Subsidies	33	27
C.II.8.6.	Estimated Payables	0	32
C.II.8.7.	Other Payables	94 570	0
<b>D.</b>	<b>Accruals</b>	<b>306</b>	<b>0</b>
D.1.	Accrued Expenses	306	0

## PROFIT / LOSS ACCOUNT

in a full format as at 31. 12. 2016 (Measure: 1000 CZK)

Ident.	PROFIT / LOSS ACCOUNT	Current period	Previous period
I.	Sales of Products and Services	2 564	1 402
A.	Direct Costs	2 295	1 196
A.2.	Materials, Light and Power	30	0
A.3.	Services	2 264	1 196
D.	Personnel Expenses	2 712	2 127
D.1.	Wages	2 076	1 595
D.2.	Social Security and Health Insurance Costs and Other Expenses	636	1 121
D.2.1.	Social Security and Health Insurance Costs	636	532
E.	Adjustment of values in the operational area	20	20
E.1.	Adjustment of the values of long-term intangible and tangible assets	20	20
E.1.1.	Adjustment of the values of long-term intangible and tangible assets – permanent	20	20
III.	Other Operating Revenue	705	695
III.3.	Other Operating Revenue	705	695
F.	Other Operating Expenses	1 415	697
F.3.	Fees and Taxes	0	1
F.5.	Other Operating Expenses	1 415	697
*	Net Profit from Operations (+/-)	-3 173	-1 943
VI.	Interest gains and similar income	13 015	13 075
VI.1.	Interest gains and similar income – Controlled and Managed Organizations	9 080	11 505
VI.2.	Other Interest gains and similar income	3 935	1 570
J.	Cost interest and similar expenses	201	53
J.2.	Other Cost interest and similar expenses	201	53
VII.	Other Financial Revenue	75 300	8 206
K.	Other Financial Expenses	85 137	69 946
*	Profit / Loss from Financial Operations	2 977	-1 944
**	<b>Profit / Loss before tax</b>	<b>-196</b>	<b>- 3 887</b>
L.	Income tax	138	-932
L.2.	Income Tax – Deferred	138	-932

Ident.	PROFIT / LOSS ACCOUNT	Current period	Previous period
**	<b>After-tax profit (loss) (+/-)</b>	<b>-334</b>	<b>-2 955</b>
***	<b>Profit/Loss of the Accounting Period (+/-)</b>	<b>-334</b>	<b>-2 955</b>
*	Net turnover for the accounting period = I.+II.+III.+IV.+V.+VI.+VII:	91 584	23 378



# Notes to the Financial Statements

for the year ended 31 December 2016

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## 1. General Information

### 1.1 Company establishment and characteristics

Dravus Investment a.s. (hereinafter the “Company”) was established through the Foundation Deed as a joint-stock company on 27 September 2011 and was incorporated upon registration in the Commercial Register kept by the Municipal Court in Prague on 19 October 2011.

In 2013, a change in the registered office of the Company was registered in the Commercial Register and the file number of the Company was transferred to the Regional Court in Brno (Section B, File No. 6867).

The objects of business of the Company include investment activity, possession of shares, provision of managerial services and loans.

### 1.2 Changes and amendments to the Commercial Register

As a result of cross-border merger, the Company as a successor company merged with the dissolving company ENERGETICKÝ HOLDING, s.r.o., with its registered office at M. Pišúta 919/2, Liptovský Mikuláš, Postal Code 031 01, Slovak Republic, Id. No.: 46 911 367, where the assets of the dissolving company passed to the Company in accordance with the cross-border merger project of 28 November 2016.

The assets and liabilities of the dissolving company ENERGETICKÝ HOLDING, s.r.o. passed, by operation of law, to the successor company Dravus Investment a.s., which continues the business in full.

The impacts of the individual items of assets and liabilities on the balance sheet and profit and loss account of the successor company Dravus Investment a.s. are specified in detail in Chapter 3 for the relevant individual items.

### 1.3 Board of Directors and Supervisory Board as of the balance sheet date

	Position	Name
Board of Directors	Member	Ing. Dušan Lichardus
Supervisory Board	Member	Ing. Arch. Martin Lichardus

A member of the Board of Directors acts independently for the Company in external relations on behalf of the Company.

## 2. Accounting methods

The Company’s accounts have been kept and the Financial Statements have been compiled in accordance with Accounting Act No. 563/1991 Coll., as amended; Regulation No. 500/2002 Coll., implementing certain provisions of Accounting Act No. 563/1991 Coll., as amended, for accounting units that are businesses using

double-entry accounting records; and the Czech Accounting Standards for Businesses, as amended.

Accounting records are maintained in accordance with the general accounting principles, specifically the historical cost valuation basis (unless stated otherwise), the accruals principle, the principle of prudence, and the going concern assumption.

The Financial Statements of the Company have been prepared for the calendar year of 2016 as of the balance sheet date of **31 December 2016**.

Unless stipulated otherwise, the financial figures in these financial statements are in CZK thousand (CZK).

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## 2.1 Tangible and intangible fixed assets

Fixed assets mean assets with a useful life exceeding one year and a value exceeding CZK 40 thousand in each individual case for tangible and CZK 60 thousand in each individual case for and intangible assets.

Purchased tangible and intangible fixed assets are valued at acquisition price less of accumulated depreciation and provisions, where applicable.

Technical improvement, if it exceeds the amount of CZK 40 thousand in aggregate for the tax period for individual tangible assets and if it exceeds the amount of CZK 60 thousand in aggregate for the tax period for individual intangible assets, increases the acquisition price of the fixed assets.

The acquisition price of tangible and intangible fixed assets is depreciated using linear method for a minimum number of years for tax depreciation, with the exception of land and investments under construction.

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## 2.2 Financial assets

Financial assets with maturity or intended to be held for a period exceeding one year are reported as long-term financial assets and financial assets with maturity or intended to be held for less than one year are reported as short-term financial assets.

Upon acquisition, shares, securities and derivatives are valued at acquisition price, including premium and costs related to the acquisition.

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## 2.3 Receivables

Upon inception, receivables are valued at their nominal value; assigned receivables and receivables acquired through contribution to the registered capital are valued at their acquisition price, including costs related to the acquisition. This valuation is reduced by possible impairments for dubious and irrecoverable amounts.

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## 2.4 Liabilities

Liabilities are stated at their nominal value.

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## 2.5 Converting foreign currencies to the Czech currency

Accounting transactions in foreign currencies undertaken during the relevant year are accounted on the basis of the exchange rate of the Czech National Bank published as of the date of implementation of the accounting transaction.



As of the date of the financial statements, assets and liabilities in foreign currency are translated using the exchange rate of the Czech National Bank applicable as of the date to which the financial statements have been prepared. Ascertained exchange rate differences are accounted for the credit of the financial revenues or to the debit of the financial costs of the current period.

## 2.6 Revenues

Revenues are accounted for at the time of their inception.

Revenues are posted at the value of the received fulfillment or fulfillment to be received and represent receivables for services provided in the course of the current activity, after the deduction of value added tax and other taxes related to sales.

## 2.7 Current tax

Tax due for the accounting period is based on taxable profit. Taxable profit is distinguished from the net profit reported in the profit and loss account because it does not include revenue or expense items which are taxable or recognizable in other periods, and it also does not include items which are neither subject to tax nor tax deductible.

The Company's liability on the grounds of tax due is calculated using tax rates applicable as of the date of the financial statement.

## 2.8 Changes in arrangement and identification of items of balance sheet and profit and loss account and their contents as compared to previous accounting period

In the preparation of these financial statements, the Company proceeded in accordance with the Czech Accounting Standard No. 024 – comparable period for the accounting period commencing in 2016.

# 3. Additional information

## 3.1 Intangible fixed assets

The Company employs straight-line accounting depreciation.

### Acquisition cost

(in CZK thousand)

	Opening balance	Additions	Disposals	Transfers	Closing balance
Software	9	0	0	0	9
<b>Total 2016</b>	<b>9</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9</b>
<b>Total 2015</b>	<b>0</b>	<b>9</b>	<b>0</b>	<b>0</b>	<b>9</b>

### Impairments and accumulated depreciation

(in CZK thousand)

	Opening balance	Additions	Disposals	Transfers	Closing balance	Adjustments	Net book value
Software	3	2	0	0	5	0	3
<b>Total 2016</b>	<b>3</b>	<b>2</b>	<b>0</b>	<b>0</b>	<b>5</b>	<b>0</b>	<b>3</b>
<b>Total 2015</b>	<b>0</b>	<b>3</b>	<b>0</b>	<b>0</b>	<b>3</b>	<b>0</b>	<b>6</b>

## 3.2 Tangible fixed assets

The Company employs straight-line accounting depreciation.

### Acquisition cost

(in CZK thousand)

	Opening balance	Additions	Disposals	Transfers	Closing balance
Movable assets and sets of movable assets	52	0	0	0	52
<b>Total 2016</b>	<b>52</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>52</b>
<b>Total 2015</b>	<b>52</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>52</b>

### Impairments and accumulated depreciation

(in CZK thousand)

	Opening balance	Additions	Disposals	Transfers	Closing balance	Adjustments	Net book value
Tangible movable things and their sets	19	17	0	0	36	0	16
<b>Total 2016</b>	<b>19</b>	<b>17</b>	<b>0</b>	<b>0</b>	<b>36</b>	<b>0</b>	<b>16</b>
<b>Total 2015</b>	<b>0</b>	<b>19</b>	<b>0</b>	<b>0</b>	<b>19</b>	<b>0</b>	<b>33</b>

## 3.3 Long-term financial assets

As a result of cross-border merger by acquisition, with decisive date of the merger on 1 January 2016, with the dissolving company ENERGETICKÝ HOLDING, s.r.o., the Company acquired in its assets ownership interests in Romanian companies GREEN TEHNIC S.R.L. (EUR 46 thousand), INOLTERA SOLAR S.R.L. (EUR 268 thousand) and INFRADOORS S.R.L. (87 EUR) operating photovoltaic power plants in the territory of Romania.

No impairments for long-term financial assets were created in 2016.

**Ownership interests – controlled entity**

(in CZK thousand)

Business name of the company	Registered office of the company	Amount of ownership interest	Book value
S.C. PURPLE EKOENERGY INVESTMENT S.R.L.	Romania	90 %	1
S.C. GREEN TEHNIC S.R.L.	Romania	96 %	1 237
S.C. INOLTERA SOLAR S.R.L.	Romania	95 %	7 239
S.C. INFRADOORS S.R.L.	Romania	100 %	2
<b>Total</b>			<b>8 479</b>

### 3.4 Inventories

As of the date of the financial statements, i.e. as of 31 December 2016, as well as of the date of the previous financial statements, i.e. as of 31 December 2015, the Company records no inventories.

### 3.5 Long-term receivables

As of the date of the financial statements, i.e. as of 31 December 2016, the Company records long-term receivables in the total amount of CZK 641,927 thousand, of which loans provided to subsidiaries in the total amount of CZK 362,493 thousand, other receivables in the total amount of CZK 278,640 thousand and deferred tax receivable in the amount of CZK 794 thousand.

As a result of cross-border merger by acquisition, with decisive date of the merger on 1 January 2016, with the dissolving company ENERGETICKÝ HOLDING, s.r.o., the Company acquired in its assets long-term receivables in the total amount of CZK 102,376 thousand (EUR 3,788 thousand), of which amount of CZK 52,198 thousand (EUR 1,931 thousand) was paid as of the date of the financial statements, i.e. as of 31 December 2016.

As a result of the merger, long-term receivable from the dissolving subsidiary company in the amount of CZK 111,033 thousand (EUR 4,108 thousand) expired.

As of the date of the previous financial statements, i.e. as of 31 December 2015, the Company recorded long-term receivables in the total amount of CZK 701,181 thousand.

The Company records no overdue receivables. Receivables are not secured.

### 3.6 Short-term receivables

As of the date of the financial statements, i.e. as of 31 December 2016, the Company records short-term receivables in the total amount of CZK 1,734 thousand, of which trade receivables in the amount of CZK 940 thousand and other receivables in the amount of CZK 795 thousand.

As a result of cross-border merger by acquisition, with decisive date of the merger on 1 January 2016, with the dissolving company ENERGETICKÝ HOLDING, s.r.o., the Company acquired in its assets short-term trade receivable in the total amount of CZK 261 thousand (EUR 10 thousand), which was written off due to uncollectibility as of the date of the financial statements.

As of the date of the previous financial statements, i.e. as of 31 December 2015, the Company recorded short-term receivables in the total amount of CZK 5,318 thousand.

The Company records no overdue receivables. Receivables are not secured.

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### 3.7 Short-term financial assets

As of the date of the financial statements, i.e. as of 31 December 2016, the Company records short-term financial assets in the total amount of CZK 85,841 thousand – money in cash and in bank accounts.

As a result of cross-border merger by acquisition, with decisive date of the merger on 1 January 2016, with the dissolving company ENERGETICKÝ HOLDING, s.r.o., the Company acquired in its assets short-term financial assets in the amount of CZK 61 thousand (EUR 2,246 thousand) – money in cash and in current bank account.

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### 3.8 Equity

As of the date of preparation of the financial statements, i.e. as of 31 December 2016, the Company reports equity capital in the total amount of CZK -1,814 thousand, of which registered capital in the amount of CZK -2,000 thousand, retained earnings/accumulated losses prior years in the amount of CZK -3,480 thousand and profit/loss for the current accounting period in the amount of CZK -334 thousand.

As a result of cross-border merger by acquisition, with decisive date of the merger on 1 January 2016, with the dissolving company ENERGETICKÝ HOLDING, s.r.o., the Company acquired in its liabilities accumulated losses in the amount of CZK 217 thousand (EUR 8 thousand) and profit/loss for 2015 pending approval in the amount of CZK -441 thousand (EUR -16 thousand).

In the course of the year, the Company acquired no own shares and ownership interests.

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### 3.9 Long-term payables

As of the date of the financial statements, i.e. as of 31 December 2016, the Company records long-term payables in the total amount of CZK 644,554 thousand on account of a loan received from the parent company payable in 2023.

As of the date of the previous financial statements, i.e. as of 31 December 2015, the Company recorded long-term payables in the total amount of CZK 696,122 thousand.

The Company records no overdue payables. The payables are not secured.



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### 3.10 Short-term payables

As of the date of the financial statements, i.e. as of 31 December 2016, the Company records short-term payables in the total amount of CZK 94,961 thousand, of which trade payables in the amount of CZK 132 thousand, other payables in the amount of CZK 259 thousand and received advance for purchase of ownership interest in the amount of CZK 94,570 thousand (this transaction did not take place, the received advance was returned in March 2017 and, therefore, it is reported as other payable).

As of the date of the previous financial statements, i.e. as of 31 December 2015, the Company recorded short-term payables in the total amount of CZK 19,605 thousand, of which trade payables in the amount of CZK 403 thousand, other payables in the amount of CZK 232 thousand and short-term financial assistance in the amount of CZK 18,970 thousand.

The Company records no overdue payables. The payables are not secured.

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### 3.11 Bank loans

As of the date of the financial statements, i.e. as of 31 December 2016, the Company records no bank loans.

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### 3.12 Deferred income tax

As of the date of the financial statements, i.e. as of 31 December 2016, the Company accounted for a deferred tax in the amount of CZK 138 thousand and reduced deferred tax receivable to the amount of CZK 794 thousand.

As of the date of the previous financial statements, i.e. as of 31 December 2015, the Company reported deferred tax receivable in the amount of CZK 932 thousand.

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### 3.13 Revenues from current activity

In the accounting period under review, the Company provided advisory and consultancy services in the total amount of CZK 2,564 thousand.

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### 3.14 Employees, company management, and statutory bodies

As of the date of the financial statements, i.e. as of 31 December 2016, the Company has 2 remunerated statutory members and 2 employees on the basis of an employment contract.

The total personnel costs equaled CZK 2,712 thousand.

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### 3.15 Other operating revenues and expenses

In the accounting period under review, the Company expended other operating expenses in the total amount of CZK 3,710 thousand, of which purchased professional advisory and consultancy services in the amount of CZK 2,295 thousand and other operating expenses in the amount of CZK 1,415 thousand.

The Company expended no expenses for research and development.

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### 3.16 Financial revenues and expenses

In the accounting period under review, the Company realized revenue interest on the provided loans in the total amount of CZK 13,015 thousand.

In the accounting period under review, the Company reported financial revenues in the amount of CZK 66,255 thousand and financial expenses in the amount of CZK 63,652 thousand – exchange rate differences on account of transactions in foreign currencies.

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### 3.17 Transactions and relations with affiliates

Revenues from transactions with affiliates equaled CZK 9,080 thousand in 2016.

Receivables from these transactions equaled CZK 362,493 thousand as of 31 December 2016.

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### 3.18 Off-balance sheet liabilities

As of the date of the financial statements, the Company had no future liabilities not included in the accounts.

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### 3.19 Events occurring after the financial statements date

No events occurred after the date of the financial statements that have a substantial impact on the financial statements.

**In Brno, on 23 June 2016**

**Ing. Dušan Lichardus**

member of the Board of Directors

Dravus Investment a.s.



# Report on Relationships for 2016

between the Controlling Entity and the Controlled Entity and on the Relationships between the Controlled Entity and Other Entities Controlled by the Same Controlling Entity (Interconnected Entities)

prepared on 6 March 2017 in accordance with Section 82 of Act No. 90/2012 Coll., on Companies and Cooperatives (hereinafter the "Corporations Act") by the Board of Directors of the company Dravus Investment a.s., with its registered office at Vídeňská 995 / 63, 639 00 Brno Štýřice, Id. No. 24172090, registered in the Commercial Register kept by the Regional Court in Brno, Section B, Inset 6867.

## CONTENTS

1. Preamble of the Report
2. Identification and Characteristics of Controlling Entity and Interconnected Entities
3. Method and Means of Control
4. Summary of Dealings and Summary of Contracts
5. Conclusion

## 1. Preamble

The report has been drawn up by the Board of Directors of the Company in accordance with Section 82 of Act No. 90/2012 Coll., on companies and co-operatives (hereinafter the "Corporations Act").

The report has been discussed and approved per rollam by all members of the Board of Directors and Supervisory Board.

The report has been prepared for the accounting period of 2016.

Company Dravus Investment a.s. was established, in accordance with the legal regulations of the Czech Republic, as a joint-stock company with registered capital of CZK 2,000,000 – 20 registered shares in the form of share certificates.

The main objects of activity of Dravus Investment a.s. include investment activity, possession and administration of ownership interests in the controlled entities, administration, provision for efficient financial management, advisory and consultancy services, provision of financial assistance within the holding.

## 2. Identification and Characteristics of Controlling Entity and Interconnected Entities

### CONTROLLING ENTITY / ENTITIES:

During the entire accounting period of 2016, the Company was controlled by the parent company DRAVUS INVESTMENT LTD, with its registered office at 14 Fairfax Street, BS1 3DB Bristol, Great Britain.

The control is exercised both through a General Meeting, where the controlling entity, together with the person acting in concert, has a dominant shareholding position, and directly through Ing. Dušan Lichardus, member of the governing body of the Company.

**CONTROLLED ENTITIES – SUBSIDIARIES:****Registered office:**

Strada 1 DECEMBRIE, Nr. 7, Judet Bihor,  
Municipiul Salonta, Romania

**Identification number:**

31 404 769

**Incorporation:**

25. 03. 2013

**Commercial Register:**

Commercial Register of the Tribunalul  
Bucharest, Romania, Inset J5/724/2014

**Objects of business:**

Production of electricity

**Statutory body – Executive Directors:**

Martin Štric  
Vrbická 1944, 031 01 Liptovský Mikuláš,  
Slovakia  
Date of appointment: 21 February 2013

Ing. Dušan Lichardus

Vrbická 1948, 031 01 Liptovský Mikuláš,  
Slovakia

Date of appointment: 29 October 2013

## S.C. PURPLE EKOENERGY INVESTMENT S.R.L.

As of 31 December 2016, Dravus Investment a.s. owned an ownership interest in S.C. PURPLE EKOENERGY INVESTMENT S.R.L. in the amount of 90% of the registered capital.

**ROLE OF THE CONTROLLED ENTITY WITHIN THE GROUP:**

Possession of ownership interests

Dravus Investment a.s. controls its subsidiaries in Romania through its subsidiary S.C. PURPLE EKOENERGY INVESTMENT S.R.L. operating photovoltaic power plants as its main object of business.

**Registered office:**

Strada 1 DECEMBRIE, Nr. 7, Judet Bihor,  
Municipiul Salonta, Romania

**Identification number:**

26 633 740

**Incorporation:**

10. 03. 2010

**Commercial Register:**

Commercial Register of the Tribunalul  
Bucharest, Romania, Inset J5/305/2010

**Objects of business:**

Operation of 3 MW photovoltaic power  
plant in Osorhei

**Statutory body – Executive Directors:**

Martin Štric  
Vrbická 1944, 031 01 Liptovský Mikuláš,  
Slovakia  
Date of appointment: 1 February 2014

Ing. Dušan Lichardus

Vrbická 1948, 031 01 Liptovský Mikuláš,  
Slovakia

Date of appointment: 1 February 2014

## S.C. INFRADOORS S.R.L.

INFRADOORS registered in the Romanian Commercial Register was established in 2010 as a limited liability company.

The Company is wholly owned by Dravus Investment a.s.

The Company's main activity consists in operation of a 3 MW photovoltaic power plant in Osorhei in Romania.

**ROLE OF THE CONTROLLED ENTITY WITHIN THE GROUP:**

Operation of photovoltaic power plant



**Registered office:**

Strada 1 DECEMBRIE, Nr. 7, Judet Bihor,  
Municipiul Salonta, Romania

**Identification number:**

29 072 390

**Incorporation:**

06. 09. 2011

**Commercial Register:**

Commercial Register of the Tribunalul  
Bucharest, Romania, Inset J5/1608/2011

**Objects of business:**

Operation of 5 MW photovoltaic power  
plant in Salonta, Romania

**Statutory body – Executive Directors:**

Martin Štric

Vrbická 1944, 031 01 Liptovský Mikuláš,  
Slovakia

Date of appointment: 1 February 2014

Ing. Dušan Lichardus

Vrbická 1948, 031 01 Liptovský Mikuláš,  
Slovakia

Date of appointment: 1 February 2014

**Registered office:**

Strada 1 DECEMBRIE, Nr. 7, Judet Bihor,  
Municipiul Salonta, Romania

**Identification number:**

30 494 275

**Incorporation:**

31. 07. 2012

**Commercial Register:**

Commercial Register of the Tribunalul  
Bucharest, Romania, Inset J5/1236/2012

**Objects of business:**

Operation of 3 MW photovoltaic power  
plant in Livada, Romania

**Statutory body – Executive Directors:**

Martin Štric

Vrbická 1944, 031 01 Liptovský Mikuláš,  
Slovakia

Date of appointment: 1 February 2014

Ing. Dušan Lichardus

Vrbická 1948, 031 01 Liptovský Mikuláš,  
Slovakia

Date of appointment: 1 February 2014

## S.C. GREEN TEHNIC S.R.L.

GREEN TEHNIC registered in the Romanian Commercial Register was established in 2011 as a limited liability company.

96% of the Company is owned by Dravus Investment a.s. and 4% of the Company is owned by S.C. PURPLE EKOENERGY INVESTMENT S.R.L.

The Company's main activity consists in operation of a 5 MW photovoltaic power plant in Salonta in Romania.

**ROLE OF THE CONTROLLED ENTITY WITHIN THE GROUP:**

Operation of photovoltaic power plant

## S.C. INOLTERA SOLAR S.R.L.

INOLTERA SOLAR registered in the Romanian Commercial Register was established in 2012 as a limited liability company.

95% of the Company is owned by Dravus Investment a.s. and 5% of the Company is owned by S.C. PURPLE EKOENERGY INVESTMENT S.R.L.

The Company's main activity consists in operation of a 3 MW photovoltaic power plant in Livada in Romania.

**ROLE OF THE CONTROLLED ENTITY WITHIN THE GROUP:**

Operation of photovoltaic power plant

### 3. Method and Means of Control

The control is exercised both through a General Meeting, where the controlling entity, together with the person acting in concert, has a dominant shareholding position, and directly through Ing. Dušan Lichardus, member of the governing body of the subsidiaries, as well as at regular meetings of managements of the companies during 2016.

### 4. Přehled jednání a smluv

Dravus Investment has a liability to the parent company.

Type of contract	Date of conclusion	Term of the contract	Subject of the contract	Performance	Consideration
Loan agreement	27. 9. 2016	3. 4. 2023	Financial assistance	Provision of funds	Payment

Dravus Investment as the provider (contractor) concluded the following contracts with the related entities:

#### Related entity – Purple:

Type of contract	Date of conclusion	Term of the contract	Subject of the contract	Performance	Consideration
Loan agreement	27. 3. 2015	31. 12. 2017	Financial assistance	Provision of funds	Payment
	10. 6. 2015	31. 12. 2017			
	27. 5. 2016	31. 12. 2020			

#### Related entity – Green Tehnic:

Type of contract	Date of conclusion	Term of the contract	Subject of the contract	Performance	Consideration
Contract on provision of services	4. 3. 2014	For indefinite term	Provision of managerial services for efficient management of the company	Service	Payment
Loan agreement	1. 10. 2013	31. 12. 2025	Operating credit	Provision of funds	
	11. 3. 2016	31. 12. 2025	Financial assistance		
	6. 4. 2016	31. 12. 2025			
	7. 6. 2016	31. 12. 2025			
	19. 12. 2016	31. 12. 2025			

**Related entity – Infradoors:**

Type of contract	Date of conclusion	Term of the contract	Subject of the contract	Performance	Consideration
Contract on provision of services	4. 3. 2014	For indefinite term	Provision of managerial services for efficient management of the company	Service	Payment
Loan agreement	1. 10. 2013	31. 12. 2020	Operating credit	Provision of funds	
	15. 2. 2016	31. 8. 2016	Financial assistance		

**Related entity – Inoltera Solar:**

Type of contract	Date of conclusion	Term of the contract	Subject of the contract	Performance	Consideration
Contract on provision of services	4. 3. 2014	For indefinite term	Provision of managerial services for efficient management of the company	Service	Payment
Loan agreement	1. 10. 2013	31. 12. 2020	Operating credit	Provision of funds	
	27. 6. 2014	30. 6. 2019	Financial assistance		
	15. 2. 2016	31. 8. 2016			

In the period, only business contracts were concluded between the related entities which are concluded in accordance with standard commercial terms and conditions. The provider incurred no harm in connection with the above specified contracts. Within the holding, confidential information includes information and facts forming part of the trade secret of related persons and information identified as confidential by an entity being part of the holding. Confidential information includes also any and all information under the business relations which, per se or in connection with other information, could harm any entity forming the holding. On the above grounds, this report contains no information on prices or quantities.

Dravus Investment a.s. carries on its business activity as a part of the holding.

**AS A RESULT, THE RELATED ENTITIES HAVE THE FOLLOWING BENEFITS:**

- possibility of mutual cooperation within the Czech Republic and Romania,
- access to relevant industry information from the Czech Republic and from abroad,
- access to advantageous bank market products,
- reduction of costs in the personal area and in the area of purchase of professional services.

**IT RESULTS IN THE FOLLOWING DISADVANTAGES AND RISKS FOR THE RELATED ENTITIES:**

- higher requirements on performance of the individual controlled entities,
- higher administrative requirements in the area of processing and submission of economic results of the individual controlled entities.

The above advantages clearly prevail over the disadvantages within the holding.

## 5. Conclusion

On the basis of information provided by the Board of Directors and its individual members and on the basis of the above specified information, the Board of Directors states that the Company incurred no harm in the relevant period as a result of relations with the controlling person or relations between the related entities.

The Board of Directors further states that the report is complete and that publication of additional information, especially as regards expansion of the scope or depth of information, is subject to trade secret regime pursuant to Section 504 of Act No. 89/2012 Coll., the Civil Code, as amended.

In Brno, on 6 March 2017

**Ing. Dušan Lichardus**  
Chairman of the Board of Directors  
Dravus Investment a.s.

**Ing. Arch. Martin Lichardus**  
member of the Supervisory Board  
Dravus Investment a.s.



# Independent Auditor's Report



# **Independent Auditor's Report**

## **on Audit of the Financial Statements**

**as at December 31, 2016**

**Dravus Investment a.s.**

**Prague, June 2017**



#### Information about the audited company

Name of the Company:	Dravus Investment a.s.
Registered office:	Brno Štýřice, Vídeňská 995/63, ZIP 639 00, Czech Republic
Recording carried out at:	Regional Court in Brno
Recording under number:	Section B, file number 6867
ID number:	241 72 090
Tax ID number:	CZ24172090
Statutory body:	Dušan Lichardus
Subject of business:	Production, trade and services
Audited period:	January 1, 2016 till December 31, 2016
Recipient of the report:	Shareholders

#### Information about the auditing company

Name of the company:	NEXIA AP a.s.
Audit firm licence No.:	No. 096
Registered office:	Sokolovská 5/49, 186 00 Prague 8 Karlín
Recording carried out at:	Municipal court in Prague
Recording under number	Section B, file number 14203
ID number:	481 17 013
Tax ID number:	CZ48117013
Phone:	+420 221 584 302
E-mail:	<a href="mailto:nexiaprague@nexiaprague.cz">nexiaprague@nexiaprague.cz</a>
Responsible auditor:	Jakub Kovář
Auditor licence No.:	No. 1959







## Independent auditor's report to the Shareholders of Dravus Investment a.s.

### Opinion

We have audited the accompanying financial statements of company Dravus Investment a.s. (hereinafter also the „accounting unit“) prepared in accordance with accounting principles generally accepted in the Czech Republic, which comprise the balance sheet as at 31 December 2016, the income statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements give a true and fair view of the financial position of company Dravus Investment a.s. as at 31 December 2016, and of its financial performance for the year then ended in accordance with accounting principles generally accepted in the Czech Republic.

### Basis for Opinion

We conducted our audit in accordance with the Act on Auditors, and Auditing Standards of the Chamber of Auditors of the Czech Republic, which are International Standards on Auditing (ISAs), as amended by the related application clauses. Our responsibilities under this law and regulation 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 Act on Auditors and the Code of Ethics adopted by the Chamber of Auditors of the Czech Republic and we have fulfilled our other ethical 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.

### Other Information included in the Annual Report

In compliance with Section 2(b) of the Act on Auditors, the other information comprises the information included in the Annual Report other than the financial statements and auditor's report thereon. The Component Management is responsible for the other information.

Our opinion on the financial statements does not cover the other information. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. In addition, we assess whether the other information has been prepared, in all material respects, in accordance with applicable law or regulation, in particular, whether the other information complies with law or regulation in terms of formal requirements and procedure for preparing the other information in the context of materiality, i.e. whether any non-compliance with these requirements could influence judgments made on the basis of the other information.

Based on the procedures performed, to the extent we are able to assess it, we report that:

- the other information describing the facts that are also presented in the financial statements is, in all material respects, consistent with the financial statements; and
- the other information is prepared in compliance with applicable law or regulation.

In addition, our responsibility is to report, based on the knowledge and understanding of the accounting unit obtained in the audit, on whether the other information contains any material misstatement of fact. Based on the procedures we have performed on the other information obtained, we have not identified any material misstatement of fact.





### **Responsibilities of the Company's Board of Directors and Supervisory Board for the Financial Statements**

The Board of Directors is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the Czech Republic and for such internal control as the Board of Directors 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, the Board of Directors is responsible for assessing the Accounting Unit'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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Supervisory Board is responsible for overseeing the 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 the above law or regulation, 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 accounting unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Component Management.
- Conclude on the appropriateness of the Component Management' 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 accounting unit'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 accounting unit 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 the Board of Directors and the Supervisory Board 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.

Prague, June 29 2017



A handwritten signature in blue ink, appearing to read 'Jakub Kovář'.

Jakub Kovář  
auditor licence No. 1959  
NEXIA AP a.s.  
audit firm licence No. 096





**Dravus Investment a.s.**

Vídeňská 995/63  
639 00, Brno-Štýřice  
Czech Republic

ID No. 241 72 090  
ID VAT CZ24172090

[www.dravusinvestment.cz](http://www.dravusinvestment.cz)