enern
INVESTMENTS

ANNUAL REPORT

ENERN Investments, investiční fond s proměnným základním kapitálem, a.s.

FOR THE YEAR ENDED 31 DECEMBER 2020

I. INFORMATION AND EVENTS

pursuant to the provisions of Act No. 240/2013 Coll. and Regulation (EU) No. 345/2013

A. INFORMATION ON THE FUND

Name

[1]ENERN Investments, investiční fond s proměnným základním kapitálem, a.s.
(hereinafter the "Fund")
entered in the Commercial Register maintained by the Municipal Court in Prague,
registered on 4 July 2013, Section B, Insert no. 19148

Business registration No. (IČO)

017 90 765

Registered office

Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic

In 2020, the Fund provided administration and management of the assets of the ENERN TECH III sub-fund (hereinafter the "ETIII Sub-fund") and ENERN TECH IV sub-fund (hereinafter the "ETIV Sub-fund"), or jointly "Sub-funds". The Sub-fund ENERN TECH III was registered in the list of investment funds maintained by the Czech National Bank on 22 June 2016 and began to underwrite investment shares as of 1 November 2016.

ENERN TECH IV sub-fund was registered in the list of sub-funds maintained by the Czech National Bank on 29 June 2020 and came into existence on the date of commencement of issue of investment shares, i.e. on 1 July 2020.

Other information

The Fund is an autonomous investment fund pursuant to Section 8 of the Act on Management Companies and Investment Funds, licensed by the Czech National Bank ("ČNB") to manage itself and authorized to perform its own administration.

B. INFORMATION ON MEMBERS OF THE FUND'S BODIES AND MANAGING PERSONS

Statutory Director

Iva Nováková – managing person of the Fund, appointed on 24 June 2016

Management Board members

Bartlomiej Ziebinski – Management Board member since 13 January 2020
Valdemar Walach – Management Board member from 25 July 2016 to 31 December 2020

C. INFORMATION ON THE COMPANY AUTHORIZED BY THE FUND TO PERFORM CERTAIN ACTIVITIES

The Fund has entrusted certain activities related to the administration and management of the Fund and the Sub-funds to QI investiční společnost, a.s. (hereinafter the "Investment Company"), entered in the Commercial Register maintained by the Municipal Court in Prague, Section B, File 11985, Business registration No. (IČO) 279 11 497, registered office at Rybná 682/14, Prague 1, zip code 110 05, under the Agreement on the Performance of Authorized Activities of 2 December 2016 as amended by Supplement No. 1 of 15 January 2018, Supplement No. 2 of 21 May 2018 and Supplement No. 3 of 16 June 2020.

[1] Until 17 June 2016, the Fund's name was SAS Capital, investiční fond s proměnným základním kapitálem, a.s.

In addition to the risk management function, activities entrusted to the Investment Company by the Fund include in particular:

- compliance and internal audit,
- communication with the ČNB and meeting the Fund's information and reporting requirements towards the ČNB and other directly related activities,
- issuance and redemption of investment shares of sub-funds and maintaining records of investment stock holders

The Investment Company performs the full scope of the aforementioned activities either by itself or has entrusted their performance to another entity as set out in the Fund's Statute.

D. REPORT OF THE STATUTORY DIRECTOR ON BUSINESS ACTIVITIES AND ASSETS OF THE FUND

in the reporting period

a) Fund profile

In accordance with the scope of the license, the Fund's business activities comprise collection of funds or valuables measurable in monetary terms from more qualified investors through issuing participating securities or through qualified investors becoming shareholders of a sub-fund or holders of investment shares, and the joint investment of the collected funds or valuables measurable in monetary terms in line with the determined investment strategy for the benefit of qualified investors, and also management of these assets.

The Fund may establish sub-funds in accordance with the Articles of Association. Registered investment shares are issued on the account of each sub-fund. Whether a sub-fund is established is decided by the statutory body of the Fund, which also determines the sub-fund's investment strategy and lays down other rules for the sub-fund's operation in the Statute.

In 2020, the Fund did not carry out its own investment activity.

b) Financial results

The Fund's financial results depend on the volume of assets managed by the Fund and on the costs incurred in respect of the administration and management of the Fund and its sub-funds.

ENERN TECH III

In 2019, the total capital commitment from investors amounted to EUR 50,625 thousand. As at 31 December 2020, the Fund's capital commitment from investors is the same.

ENERN TECH IV

In 2020, the total capital commitment from investors amounted to EUR 71,280 thousand.

The Fund posted a profit of CZK 189 thousand for 2020 (2019: CZK 7,814 thousand).

	31/ 12/ 2020	**31/ 12/ 2019**
Equity	CZK 2,203 thousand	CZK 9,814 thousand
Number of shares	10 units	10 units
Nominal value of share	CZK 200 thousand	CZK 200 thousand
NAV per share	CZK 220.2 thousand / 1 share	CZK 981.4 thousand / 1 share

c) Revenues, expenses, profit

Income of the Fund is comprised mainly of a fixed consideration paid by the Sub-funds and represents a management and administration fee received from the Sub-funds. The Fund's expenses include, in particular, the costs of consultancy and advisory services, fundraising costs and other administrative costs related to the Fund's operations. In 2020, revenues exceeded expenses and the Fund posted a profit.

d) Structure of assets and liabilities

Assets of the Fund consist mainly of cash in bank accounts and receivables from short-term loans provided to non-bank entities (related parties). The Fund's liabilities comprise registered capital, retained earnings of previous years and other liabilities. The Fund has positive equity.

e) Investments and future investments

The Fund manages the ETIII Sub-fund that issues four classes of investment shares. The Sub-fund's purpose is to increase the value of the owners' investment shares in a long-term by investing in companies with a growth profile with a dominant focus on internet business in the field of (i) fin-tech and (ii) e-commerce, primarily food and marketplaces for local services. Such investments may be made in the form of ownership interests in companies and/or by the provision of convertible loans and borrowings to companies under the terms of the Statute. The Sub-fund was established for a seven-year period with the option of extending this period by three years under the terms of the Fund's Statute.

Further, the Fund manages the ETIV Sub-fund that issues four classes of investment shares. The ETIV Sub-fund's purpose is to increase the value of the owners' investment shares in a long-term by investing in portfolio companies focusing on areas covered by societal challenges and industry leadership as defined in Horizon 2020 (e.g. life sciences, clean energy, IT or technology), or otherwise focusing on technological, non-technological, organizational or social innovation through investment, inter alia, in enterprises engaged in activities involving the design, creation, renewal and expansion of the range of products and services and their related markets and/or the formation of new ways of design, production, supply and distribution or the introduction of changes in management, work organization and working conditions as well as the skills of the workforce. The investments of the ETIV Sub-fund will primarily include portfolio companies with a growth profile with a dominant focus on Internet business, such as marketplaces (SaaS enabled marketplaces) and so-called SaaS business models in B2B, B2B2C and B2C in the following areas: (i) financial technology ("fintech"), (ii) e-commerce, (iii) healthcare technology, (iv) education technology ("edtech"), (v) real-estate and property technology ("proptech") and (vi) other areas where the technology can be used to reduce transaction costs.
The Sub-fund was established for a seven-year period with the option of extending this period by five years under the terms of the Fund's Statute.

No investing activities are planned at the moment.

f) Market description

The Fund operates in the financial markets where it acquires investors for investments in the Sub-funds.

E. INFORMATION ON MATERIAL CHANGES IN THE FACTS PROVIDED IN THE FUND'S STATUTE

which occurred during the reporting period

In the accounting period, Supplement No. 2 to the Fund's Statute was approved, which concerns the creation of the ETIV Sub-fund.

F. INFORMATION ON THE FUND'S DEPOSITARY

in the relevant period and on the period of time for which the entity performed the activities of a depositary

The Fund's depositary for the entire relevant period of 2020 was Česká spořitelna, a.s., with its registered office at Olbrachtova 1929/62, Prague 4, postal code 140 00, business registration No. (IČO) 452 44 782, entered in the Commercial Register maintained by the Municipal Court in Prague, Section B, Insert no. 1171 (hereinafter the "Depositary" or the "ČS").

G. INFORMATION ON THE ENTITY ENTRUSTED WITH THE CUSTODY OR SAFEKEEPING OF THE FUND'S ASSETS, provided that more than 1% of the Fund's assets have been deposited with the entity

The Fund's Depositary has solely been entrusted with the custody or safekeeping of the Fund's assets.

H. INFORMATION ON THE PRIME BROKER

in the relevant period and on the period of time for which the entity performed the activities

The Fund's assets were not entrusted to the prime broker in the relevant period.

I. IDENTIFICATION OF ASSETS THE VALUE OF WHICH EXCEEDS 1% OF THE VALUE OF THE FUND'S ASSETS

as at the day on which the valuation that was used for the purposes of this Report was carried out, with a specification of the total acquisition price and the fair value at the end of the relevant period

Assets	Acquisition price (in CZK thousands)	Fair value as at 31 December 2020 (in CZK thousands)
Bank accounts of the Fund maintained by ČS	14,091	14,091
Tangible fixed assets	6,063	6,063

J. INFORMATION ON SALARIES, CONSIDERATION AND SIMILAR INCOME OF THE STAFF AND MANAGING PERSONS

which may be considered remuneration paid by the manager of an investment fund to the staff members or managing persons in the reporting period, divided into fixed and variable component, information on the number of staff and managing persons of the manager of this fund, and information about remuneration, if any, for the capital appreciation paid by the investment fund or its manager

The Fund's personnel expenses amounted to CZK 1,078 thousand in 2020, including salaries and social and health insurance payments for employees ensuring the Fund's administration.

K. INFORMATION ON SALARIES, CONSIDERATION AND SIMILAR INCOME OF THE STAFF AND DIRECTORS,

which may be considered remuneration paid by the manager of an investment fund to the staff members or managing persons whose activity has a significant impact on the Fund's risk profile

The Fund's personnel expenses related to managing persons and staff members whose activity has a significant impact on the Fund's risk profile amounted to CZK 0 in 2020 as the Fund ensures administration and management of the Sub-fund and does not pursue its own investment activity.

L. SELECTED FINANCIAL HIGHLIGHTS OF THE FUND

Statement of financial position (in CZK thousands)	Current year 31/ 12/ 2020	Previous year 31/ 12/ 2019
Assets		
Cash in hand and balances with central banks	93	90
Due from banks	14,091	11,156
Due from non-banking entities	137	134
Tangible fixed assets	6,063	0
Other assets, prepayments and accrued income	700	298
Total assets	**21,084**	**11,678**
Liabilities		
Total liabilities and accruals and deferred income	18,881	1,864
Basic capital	2,000	2,000
Accumulated losses/retained earnings from previous years	14	0
Profit / (loss) for the period	189	7,814
Total equity and liabilities	**21,084**	**11,678**

As at 31 December 2020 and 2019, the Fund received assets for management in the amount of CZK 2,270,371 thousand and CZK 1,136,501 thousand, respectively from the ENERN TECH III Sub-fund, and of CZK 9,201 thousand from the ENERN TECH IV Sub-fund.

Income statement in CZK thousand	Current year 31/ 12/ 2020	Previous year 31/ 12/ 2019
Interest and similar income	22	17
Fee and commission income	60,119	27,247
Fee and commission expense	(46)	(13)
Administrative costs	(57,769)	(17,956)
Gains or losses from financial transactions	(195)	(238)
Other operating expenses and revenues	(1,751)	(1,237)
Depreciation of tangible fixed assets and receivables	(0)	(6)
Profit or loss from operating activities for the year before taxes	**380**	**7,814**
Income taxes	191	0
Profit or loss for the year after taxes	**189**	**7,814**

II. INFORMATION AND EVENTS

pursuant to Section 21 of Act No. 563/1991 Coll., on Accounting

A. FINANCIAL AND NON-FINANCIAL INFORMATION ON SUBSEQUENT EVENTS WHICH OCCURRED AFTER THE BALANCE-SHEET DATE AND ARE MATERIAL WITH REGARD TO COMPLIANCE WITH THE PURPOSE OF THE ANNUAL REPORT

No material subsequent events occurred after the balance sheet day.

B. INFORMATION ON THE PROJECTED DEVELOPMENT OF THE FUND

In 2021, the Fund plans to continue to seek and carry out investments in line with the Sub-funds' investment strategy.

The Fund currently does not intend to establish another sub-fund or to pursue its own investment activity.

C. INFORMATION ON RISKS ARISING FROM INVESTMENT IN THE SUB-FUND

Investments in the Fund or the Sub-fund entail significant risks, specifically:

a. The risk of a volatile current value of securities issued by the Sub-fund as a result of the composition of the assets or the method of managing the Sub-fund's assets. Shareholders need to be aware that, despite the maximum effort for safe management, the value of the Sub-fund's investment stocks may fluctuate depending on the developments in the financial markets.

b. Market risk arising from the effects of changes in the overall market developments on the prices and values of the Fund's specific types of assets. The most significant market risks are foreign exchange risk, interest rate risk, equity risk, commodity risk and the risk of specific investment projects. The level of market risk depends on the specific structure of the Fund's assets.

c. Credit risk arising from a situation where the issuer or counterparty fails to honor their obligations. The manager minimizes the credit risk in particular by selecting counterparties and issuers with regard to their creditworthiness, by setting limits to exposure of individual counterparties and issuers and by non-onerous contractual arrangements.

d. The risk of insufficient liquidity where an asset of the Sub-fund is not monetized within the set time frame and at a reasonable price. Due to the nature of the market for specific types of target assets that may account for an essential portion of the Sub-fund's assets, it is important to note that the monetization of such an asset with the aim to achieve the best price is time consuming. In the extreme case, the liquidity risk may result in a liquidity crisis. The risk is mitigated by allowing for a sufficient period of 2-5 years after the end of the investment period intended for growth and successful sale of the Sub-fund's assets.

e. The risk related to the Fund's investment focus on certain industries, countries or regions, other market segments, or certain types of assets.

f. Operational risk, consisting in a loss due to deficiencies or failure of internal processes or the human factor or external events. This risk is mitigated by maintaining an adequate management and control mechanism of the manager.

g. The risk that the Fund or the Sub-fund may be canceled for reasons governed by applicable legislation.

h. The risk that the Fund or the Sub-fund may be canceled for other than legislative reasons, such as economic or restructuring reasons.

i. Risks associated with the acquisition of foreign assets. This risk may give rise to unfavorable conditions for the disposal (sale) of the assets.

j. Risks arising from potential failure of legal entities in which the Sub-fund holds ownership interests or from which the Fund records receivables.

k. Risks related to the debtor's receivables or creditworthiness and the quality of securing the receivables.

l. Risks arising from an erroneous valuation of assets by an expert in cases where assets are valued by an expert. This risk is reduced by a strict selection of experts who monitor the condition and use of the assets and other factors that may affect the value of assets, and who also assess the valuation.

m. Risks associated with the possibility of suspending the issue and redemption of investment shares for up to two years.

Further information on the risks arising from investments in the Fund or the Sub-fund is provided in the Notes to the financial statements.

D. INFORMATION ON RESEARCH AND DEVELOPMENT ACTIVITIES

The Fund did not engage in any research and development activities in 2020.

E. INFORMATION ON ACTIVITIES PERTAINING TO ENVIRONMENTAL PROTECTION AND LABOR RELATIONS

Since the Fund provides investment services, its activities have no direct impact on the environment. In 2020, the Fund did not report any activities pertaining to environmental protection and labor relations.

F. INFORMATION ON A FOREIGN BRANCH OR A PART OF THE UNDERTAKING ABROAD

The Fund has no foreign branch or a part of the undertaking abroad.

G. INFORMATION ON ACQUISITION OF OWN SHARES OR OWNERSHIP INTERESTS

In 2020, the Sub-fund acquired neither own shares nor ownership interests.

Date of preparation	***Statutory Representative's signature***
31 August 2021	Iva Nováková

III. REPORT ON RELATIONS

A. STRUCTURE OF RELATIONS BETWEEN THE CONTROLLING ENTITIES AND THE CONTROLLED ENTITY AND BETWEEN THE CONTROLLED ENTITY AND ENTITIES CONTROLLED BY THE SAME CONTROLLING ENTITY

The Fund is a joint stock company with variable share capital and a monistic structure of bodies. The Fund's bodies include the General Meeting, the Statutory Director and the Management Board. The statutory body is the statutory director who is responsible for the Fund's management. The management board is the Fund's supervisory body co-responsible for the Fund's management.

The Fund is neither a master fund nor a feeder fund.

As at 31 December 2020, the Controlling Entities of the Fund were:

Name of entity:	**ENERN Capital a.s.**
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	053 37 186
Method of control:	Controlling Entity holding 100% of the Fund's founder's shares

Shareholders of the Fund's Controlling Entity, ENERN Capital a.s., namely Mr. Petr Šmída, Mr. Pavel Mucha and Mr. Radovan Nesrsta, hold indirect interests in the Fund's share capital as follows:

Name:	**Petr Šmída**
Residence:	Letohradská 1212/38, Holešovice, 107 00 Prague 7
Date of birth:	2 February 1963
Method of control:	Indirect interest of 35% in the Fund's share capital; shareholding through **ENERN Capital a.s.**

Entities controlled by a shareholder, through Mr. Petr Šmída, who holds an interest exceeding 20% in the entities listed below, or to which the shareholder is related:

Name of entity:	LYCOPAN s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	288 99 776
Method of control:	Entity controlled by the same person, the Fund's shareholder

Name of entity:	Motivate s.r.o.
Registered office:	Újezd 450/40, Malá Strana, 118 00 Prague 1
Business Reg. No. (IČO):	015 50 691
Method of control:	Entity controlled by the same person, the Fund's shareholder

Name of entity:	ENERN RE Development s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	061 57 629
Method of control:	Entity controlled by the same person, the Fund's shareholder

Name of entity:	EnCorv GP s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	071 89 559
Method of control:	Entity controlled by the same person, the Fund's shareholder, the Company's Statutory Representative

Name of entity:	Corvatsch Consulting s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	075 45 011
Method of control:	Entity controlled by the same person, the Fund's shareholder, the Company's Statutory Representative

Name of entity:	Enern Growth I s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	084 82 268
Method of control:	Entity controlled by the same person, the Fund's shareholder

Name of entity:	INSTITUT 2080, z.ú. v likvidaci *[in liquidation]*
Registered office:	Na Florenci 1686/9, Nové Město, 110 01, Prague 1, Czech Republic
Business Reg. No. (IČO):	038 71 525
Method of control:	Management Board member

Name of entity:	ECP Advisory s.r.o..
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	072 07 727
Method of control:	Statutory Representative

Name of entity:	EGC I Oak s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	085 43 321
Method of control:	Entity indirectly controlled by the same person, the Fund's shareholder

Name:	**Pavel Mucha**
Residence:	Žitavská 231, Benice, 103 00 Prague 10
Date of birth:	12 April 1974
Method of control:	Indirect interest of 35% in the Fund's share capital; shareholding through **ENERN Capital a.s.**

Entities controlled by a shareholder, through Mr. Pavel Mucha, who holds an interest exceeding 20% in the entities listed below, or to which the shareholder is related:

Name of entity:	Fintropa s.r.o.
Registered office:	Žitavská 231, Benice, 103 00 Prague 10
Business Reg. No. (IČO):	242 96 481
Method of control:	Entity controlled by the same person, the Fund's shareholder, the Company's Statutory Representative
Name of entity:	ENERN Czech s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	289 80 492
Method of control:	Statutory Representative
Name of entity:	Enern Cardamon s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	038 19 345
Method of control:	Statutory Representative
Name of entity:	ENERN Sprout II s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Method of control:	Statutory Representative
Name of entity:	Enern Growth I s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	084 82 268
Method of control:	Entity controlled by the same person, the Fund's shareholder
Name of entity:	Enern Sprout III s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	083 65 164
Method of control:	Statutory Representative
Name of entity:	EGC I Oak s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	085 43 321
Method of control:	Entity indirectly controlled by the same person, the Fund's shareholder
Name of entity:	Footshop s.r.o.
Registered office:	Pobřežní 667/78, Karlín, 186 00 Prague 8, Czech Republic
Business Reg. No. (IČO):	242 88 128
Method of control:	Member of the Supervisory Board
Name of entity:	Topíte.cz s.r.o.
Registered office:	Purkrabská 541/14, Hostivař, 102 00, Prague 10, Czech Republic
Business Reg. No. (IČO):	067 70 525
Method of control:	Member of the Supervisory Board

Name:	**Radovan Nesrsta**
Residence:	U přejezdu 445/4, Dolní Měcholupy, 109 00 Prague 9
Date of birth	26 March 1971
Method of control:	Indirect interest of 30% in the Fund's share capital; shareholding through **ENERN Capital a.s.**

Entities controlled by a shareholder, through Mr. Radovan Nesrsta, who holds an interest exceeding 20% in the entities listed below, or to which the shareholder is related:

Name of entity:	ENERN Czech s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	289 80 492
Method of control:	Statutory Representative

Name of entity:	Enern Spices, s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	291 54 758
Method of control:	Statutory Representative

Name of entity:	ENERN RE Development s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	061 57 629
Method of control:	Statutory Representative

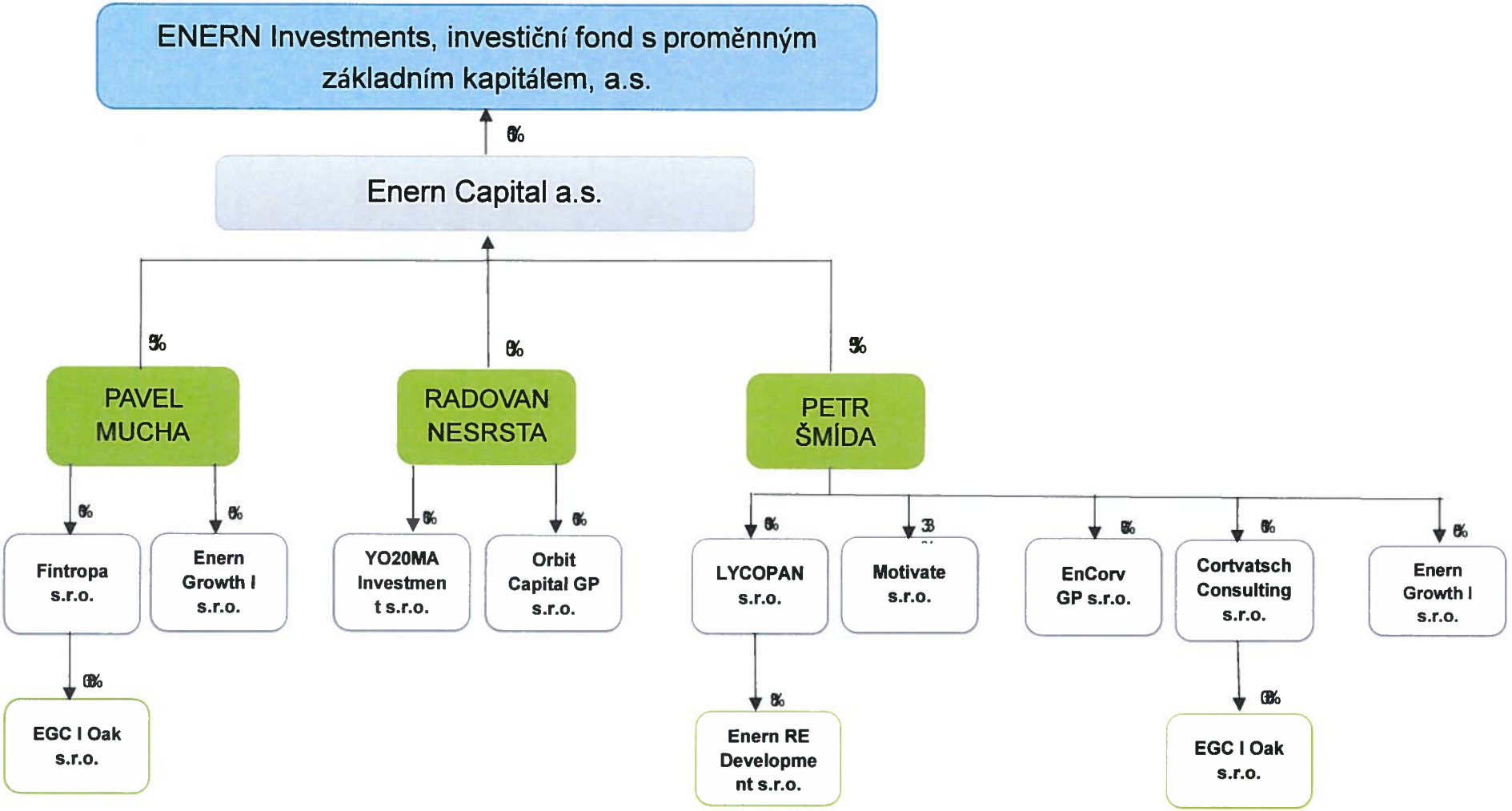
Name of entity:	ENRED Projekt 1 s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	061 69 082
Method of control:	Statutory Representative

Name of entity:	YO20MA Investment s.r.o.
Registered office:	U přejezdu 445/4, Dolní Měcholupy, 111 01 Prague 10
Business Reg. No. (IČO):	071 99 121
Method of control:	Entity controlled by the same person, the Fund's shareholder, the Company's Statutory Representative

Name of entity:	Palác Karlín 2.0, s.r.o.
Registered office:	Thámova 183/11, Karlín, 186 00 Prague 8, Czech Republic
Business Reg. No. (IČO):	074 75 420
Method of control:	Statutory Representative

Name of entity:	Orbit Capital GP s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	083 19 961
Method of control:	Entity controlled by the same person, the Fund's shareholder

Name of entity:	Orbit Capital SICAV, a.s.
Registered office:	Rybná 682/14, Staré Město, 110 00, Prague 1, Czech Republic
Business Reg. No. (IČO):	082 23 467
Method of control:	Member of the Board of Directors


ENERN Investments, investiční fond s proměnným základním kapitálem, a.s.
Enern Capital a.s.
PAVEL MUCHA
RADOVAN NESRSTA
PETR ŠMÍDA
Fintropa s.r.o.
Enern Growth I s.r.o.
YO20MA Investmen t s.r.o.
Orbit Capital GP s.r.o.
LYCOPAN s.r.o.
Motivate s.r.o.
EnCorv GP s.r.o.
Cortvatsch Consulting s.r.o.
Enern Growth I s.r.o.
EGC I Oak s.r.o.
Enern RE Developme nt s.r.o.
EGC I Oak s.r.o.

The Fund's Statutory Director, Mrs. Iva Nováková, holds an interest exceeding 20% in the entities listed below, or is related to the entity: In addition to the below companies, Ms. Iva Nováková is the statutory representative of the Special Purpose Vehicles (SPVs) of the Enern Tech III Sub-fund – Appendix ET3 Orgchart.

Name of entity:	PROFINAL CS s.r.o.
Registered office:	Svatopluka Čecha 1362/9, 415 01 Teplice
Business Reg. No. (IČO):	250 15 257
Method of control:	Entity co-controlled by the Fund's managing person, Statutory Representative
Name of entity:	PROFINAL Invest s.r.o.
Registered office:	Poštovní 3115, 415 01 Teplice
Business Reg. No. (IČO):	615 35 818
Method of control:	Entity co-controlled by the Fund's managing person, Statutory Representative
Name of entity:	ECP Advisory s.r.o..
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	072 07 727
Method of control:	Statutory Representative
Name of entity:	EnCorv GP s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	071 89 559
Method of control:	Statutory Representative
Name of entity:	Geo RE s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	075 25 842
Method of control:	Statutory Representative
Name of entity:	EnLin Karlín a.s.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	073 75 549
Method of control:	*Statutory director*
Name of entity:	Corvatsch Consulting s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	075 45 011
Method of control:	Statutory Representative
Name of entity:	PROFINAL Consulting s.r.o.
Registered office:	Bezovka 497/41, Teplické Předměstí, 418 01 Bílina, Czech Republic
Business Reg. No. (IČO):	085 24 912
Method of control	Entity controlled by the Fund's managing person, Statutory Representative

Name of entity:	EGC I Oak s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	085 43 321
Method of control:	Statutory Representative

Name of entity:	Enern Growth I s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4
Business Reg. No. (IČO):	084 82 268
Method of control:	Statutory Representative

Name of entity:	High & up s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	084 82 268
Method of control:	Statutory Representative

Name of entity:	Profinal Advisory s.r.o.
Registered office:	K vodojemu 2729/1a, Smíchov, 150 00 Prague 5, Czech Republic
Business Reg. No. (IČO):	091 36 410
Method of control:	Entity controlled by the Fund's managing person, Statutory Representative

Name of entity:	Enern Fini CMF s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	095 78 081
Method of control:	Statutory Representative

Name of entity:	Green Joy s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	091 36 410
Method of control:	Statutory Representative

Name of entity:	Growth Finance s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	092 13 872
Method of control:	Statutory Representative

B. ROLE OF THE CONTROLLED ENTITY

The Fund is a variable-capital investment fund pursuant to Section 154 of the Act on Management Companies and Investment Funds. The Company's role is to invest through sub-funds in assets defined in the Fund's Statute and to obtain funds from other investors for such investments.

C. METHOD AND MEANS OF CONTROL

As at 31 December 2020, none of the shareholders had a decisive influence over the Fund and the shareholders did not act in concert.

D. SUMMARY OF ACTIONS

taken in the past reporting period at the initiative or in the interest of the Controlling Entity or the entities controlled by the Controlling Entity, where such actions concerned assets exceeding 10% of the Company's equity as determined from the last financial statements

In the relevant reporting period, no actions were taken at the initiative or in the interest of the Controlling Entity or the entities controlled by the Controlling Entity, where such actions concerned assets exceeding 10% of the Fund's equity as at 31 December 2020.

E. OVERVIEW OF CONTRACTS

between the Fund and the Controlling Entity or between the Company and the entities controlled by the same Controlling Entity

The following contracts were entered into between the Fund and the Related Parties under which performance was provided in 2020:

- Contract for the lease of the Fund's premises and registered office (ENERN Czech s.r.o.) – annual performance amounting to CZK 120 thousand; the contract was terminated as at 28 February 2020 and replaced by a Sublease agreement dated 28 February 2020. The contract was terminated as at 30 November 2020 and was replaced by the Contract for assignment of the lease agreement of 23 November 2020;
- Contract for the provision of advisory services by Corvatsch Consulting s.r.o. of 1 January 2020 – performance dependent on the volume of mediated investments; annual performance in 2020 amounted to CZK 14,266 thousand;
- Contract for the provision of advisory services by Fintropa s.r.o. of 1 January 2020 – performance dependent on the volume of mediated investments; annual performance in 2020 amounted to CZK 8,700 thousand;
- Contract for the provision of advisory services by YO20MA s.r.o. of 1 January 2020 – performance dependent on the volume of mediated investments; annual performance in 2020 amounted to CZK 805 thousand;
- Contract for the provision of advisory services by Mr. Pavel Mucha of 18 January 2019 – annual performance amounting to CZK 996 thousand;
- Loan agreement with EnLin Karlín a.s. of 15 November 2018, interest rate of 2% p.a.
- The total amount of interest income from loans provided by the Fund to other companies amounted to CZK 22 thousand in 2019.

F. PERFORMANCE PROVIDED AND COUNTER-PERFORMANCE RECEIVED

between the Fund and the Controlling Entity or between the Company and the entities controlled by the same Controlling Entity

Besides the performance of the contracts listed under Article E., the Fund provided no performance to and received no counter-performance from any related party in 2017.

G. ASSESSMENT of whether the Fund suffered detriment and its settlement

The Fund suffered no detriment arising from the foregoing actions and contracts under Articles E. and F. of this Report. Prices of transactions executed between the related parties were effected on an arm's-length basis.

H. EVALUATION OF ADVANTAGES AND DISADVANTAGES

resulting from relations between the Controlling Entity and the Company and between the Company and the entities controlled by the same Controlling Entity

The Fund's incorporation into a business group, the structure of which is shown above in this Report on Relations, does not result in any significant advantages or disadvantages for the Fund.

The Statutory Director of the Fund declares that this Report on Relations was prepared on the basis of available information on the relations between the Fund and the Controlling Entities and between the Fund and other parties controlled by the Controlling Entities pursuant to Section 82 et seq. of the Business Corporations Act for the reporting period from 1 January 2020 to 31 December 2020.

Date of preparation	***Statutory Director's signature***
31 March 2021	Iva Nováková

ANNEX 1

INDEPENDENT AUDITOR'S REPORT ON THE ANNUAL REPORT AND THE FINANCIAL STATEMENTS

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(Translation of a report originally issued in Czech - see Note 2 to the financial statements)

INDEPENDENT AUDITOR'S REPORT

To the Shareholder of ENERN Investments, investiční fond s proměnným základním kapitálem, a.s.:

Opinion

We have audited the accompanying financial statements of ENERN Investments, investiční fond s proměnným základním kapitálem, a.s. (the Fund) prepared in accordance with accounting principles generally accepted in the Czech Republic, which comprise the balance sheet as at 31 December 2020, and the income statement, statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. For details of the Fund, see Note 1 to the financial statements.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 December 2020, 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 Fund 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

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 Statutory Director 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.

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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 Fund obtained in the audit, on whether the other information contains any material misstatement. Based on the procedures we have performed on the other information obtained, we have not identified any material misstatement.

Responsibilities of the Fund's Management Board for the Financial Statements

The Management Board 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 Statutory Director 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 Management Board is responsible for assessing the Fund'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 Management Board either intends to liquidate the Fund 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 above regulations 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 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.

- 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 Fund's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Board.

A member firm of Ernst & Young Global Limited
Ernst & Young Audit, s.r.o. with its registered office at Na Florenci 2116/15, 110 00 Prague 1 - Nove Mesto,
has been incorporated in the Commercial Register administered by the Municipal Court in Prague,
Section C, entry no. 88504, under Identification No. 26704153.

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- Conclude on the appropriateness of the Management Board's 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 Fund'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 Fund 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 Management 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.

Ernst & Young Audit, s.r.o.
License No. 401

Roman Hauptfleisch, Auditor
License No. 2009

31 August 2021
Prague, Czech Republic

A member firm of Ernst & Young Global Limited
Ernst & Young Audit, s.r.o. with its registered office at Na Florenci 2116/15, 110 00 Prague 1 - Nove Mesto,
has been incorporated in the Commercial Register administered by the Municipal Court in Prague,
Section C, entry no. 88504, under Identification No. 26704153.

ANNEX 2
FINANCIAL STATEMENTS

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2020

Company name:	ENERN Investments, investiční fond s proměnným základním kapitálem, a.s.
Registered office:	Türkova 2319/5b, 149 00 Prague 4 - Chodov
Legal form:	joint stock company
Identification No. (IČ):	017 90 765
Accounting period:	1 January 2020 – 31 December 2020

Balance sheet as at 31 December 2020

Assets

	In CZK thousands	Note	31/ 12/ 2020	31/ 12/ 2019
1	**Cash in hand and balances with central banks**	3.1	**93**	**90**
3	**Amounts due from banks**	3.2	**14,091**	**11,156**
	of which: payable on demand		*14,091*	*11,156*
4	**Amounts due from non-banking entities**	3.3	**137**	**134**
	of which: other receivables		*137*	*134*
9	**Intangible fixed assets**	3.4	**0**	**0**
10	**Tangible fixed assets**	3.5	**6,063**	**0**
11	**Other assets**	3.6	**148**	**23**
13	**Prepayments and accrued income**	3.7	**552**	**275**
	Total assets		**21,084**	**11,678**

Liabilities

	In CZK thousands	Note	31/ 12/ 2020	31/ 12/ 2019
4	**Other liabilities**	3.8	**16,201**	**426**
5	**Accruals and deferred income**	3.9	**2,681**	**1,438**
8	**Basic capital**	3.10.1	**2,000**	**2,000**
	of which: basic capital paid up		*2,000*	*2,000*
10	**Reserve funds and other funds created from profit**	3.11	**0**	**0**
	of which: legal reserve funds		*0*	*0*
12	**Capital funds**	3.12	**0**	**0**
14	**Retained earnings or accumulated losses**		**14**	**0**
15	**Profit /loss for the period**	3.13	**189**	**7,814**
16	**Approved decision on advances for profit distribution**	3.13	**0**	**0**
	Total equity and liabilities		**21,084**	**11,678**

Off-balance sheet

In CZK thousands	31/ 12/ 2020	31/ 12/ 2019
Assets received for management from ENERN TECH III	**2,270,371**	**1,136,501**
Assets received for management from ENERN TECH IV	**9,021**	**0**
Total*	**2,279,572**	**1,136,501**

** fair value of assets received for management from ENERN TECH III podfond and ENERN TECH IV podfond.*

Income statement for the year ended 31 December 2020

	In CZK thousands	Note	31/ 12/ 2020	31/ 12/ 2019
1	**Interest and similar income**	3.14	**22**	**17**
4	Fee and commission income	3.15	**60,119**	**27,247**
5	**Fee and commission expense**	3.16	**(46)**	**(13)**
6	**Gains or losses from financial transactions**	3.17	**(195)**	**(238)**
7	**Other operating income**	3.18	**207**	**1,629**
8	**Other operating expenses**	3.19	**(1,958)**	**(2,866)**
9	**Administrative expenses**	3.20	**(57,769)**	**(17,956)**
	of which: a) staff costs	*3.21*	*(1,078)*	*(745)*
	of which: aa) wages and salaries		*(825)*	*(560)*
	ab) social and health insurance		*(253)*	*(185)*
	b) other administrative expenses		*(56,691)*	*(17,212)*
11	**Depreciation and amortization of tangible and intangible fixed assets**	3.22	*0*	**(6)**
19	**Profit /loss from ordinary activities before taxes**		**380**	**7,814**
23	**Income tax**	3.23	**191**	**0**
24	**Profit / loss for the period**		**189**	**7,814**

Statement of changes in equity for the year ended 31 December 2020

In CZK thousands	Basic capital	Legal reserve fund	Capital funds	Retained earnings / accumulated losses	Profit	Approved decision on advances for profit distribution	**Total**
Balance as at 01/ 01/ 2019	**2,000**	**0**	**0**	**26**	**14,524**	**(12,000)**	**4,550**
Net profit	0	0	0	0	7,814	0	7,814
Transfer of retained earnings	0	0	0	14,524	(14,524)	0	0
Dividend distribution	0	0	0	(2,550)	0	12,000	9,450
Advance on dividend distribution	0	0	0	(12,000)	0	0	12,000
Transfers to funds	0	0	0	0	0	0	0
Issued shares	0	0	0	0	0	0	0
Basic capital decrease	0	0	0	0	0	0	0
Balance as at 31/ 12/ 2019	**2,000**	**0**	**0**	**0**	**7,814**	**0**	**9,814**
Net profit	0	0	0	0	189	0	189
Transfer of retained earnings	0	0	0	7,814	(7,814)	0	0
Dividend distribution	0	0	0	(7,800)	0	0	(7,800)
Advance on dividend distribution	0	0	0	0	0	0	0
Use of funds	0	0	0	0	0	0	0
Issued shares	0	0	0	0	0	0	0
Basic capital decrease	0	0	0	0	0	0	0
Balance as at 31/ 12/ 2020	**2,000**	**0**	**0**	**14**	**189**	**0**	**2,203**

1 General Information

Establishment of the Fund

ENERN Investments, investiční fond s proměnným základním kapitálem, a.s. (hereinafter the "Fund") was established on 4 July 2013 on the basis of Act No. 189/2004 Coll., on Collective Investments, as amended, which was replaced by Act No. 240/2013 Coll., on Investment Companies and Investment Funds.

Company characteristics and major activities

ENERN Investments, investiční fond s proměnným základním kapitálem, a.s., is an autonomous investment fund pursuant to Section 8 of the Act on Investment Companies and Investment Funds holding the Czech National Bank's ("ČNB") license to manage itself and being authorized to perform its own administration.

The Fund is intended for qualified investors pursuant to Section 95 and Section 272(1) of the Act on Investment Companies and Investment Funds.

The Fund has focused on the management and administration of assets of sub-funds that can be created in compliance with the Fund's Articles of Association. The Fund has not exercised any investment activity since 2016.

In 2020, the Fund managed two Sub-funds: the first Sub-fund, ENERN TECH III, was registered in the list of sub-funds maintained with the ČNB on 22 June 2016 and came into existence on the date of commencement of issue of investment shares, i.e. on 1 November 2016; the second Sub-fund, ENERN Tech IV, was registered on 29 June 2020 and came into existence on the date of commencement of issue of investment shares, i.e. on 1 July 2020.

The Fund only issues registered investment shares on the account of its sub-funds, not on the Fund's own account. The Fund's statutory body shall decide about the creation of a sub-fund and shall stipulate in the Statute the sub-fund's investment strategy and other rules governing the sub-fund's operation.

Česká spořitelna, a.s., IČ 452 44 782, Prague 4, Olbrachtova 1929/62, zip code 140 00 carried out the activities of a depositary throughout 2020 and 2019.

In accordance with the Statute, the Fund is entitled, within the management or administration, to entrust third person with the performance of an individual management or administration activity under the conditions stipulated by the Act on Investment Companies and Investment Funds and the Statute. The Fund has entrusted certain activities related to the administration and management of the Fund and the Sub-fund to QI investiční společnost, a.s. (hereinafter the "Investment Company"), entered in the Commercial Register maintained by the Municipal Court in Prague, Section B, File 11985, Business registration No. (IČO) 279 11 497, registered office at Rybná 682/14, Prague 1, zip code 110 05.

The Fund was established for an indefinite period of time.

The Fund's currency is the Czech crown.

Registered office:
Türkova 2319/5b
149 00 Prague 4 – Chodov
Czech Republic

Company Identification No.
017 90 765

Legal form
Joint stock company

Basic capital
CZK 2,000,000

Persons with qualified shareholding in the Fund as at 31 December 2020 and 2019 (indirect share).

	31/ 12/ 2020	31/ 12/ 2019
Pavel Mucha	35%	35%
Petr Šmída	35%	35%
Radovan Nesrsta	30%	30%
	100%	100%

The above persons had qualified shareholdings in the Fund through ENERN Capital a.s. holding 100% of the founders' shares of the Fund.

The Fund had qualified shareholding in the following persons as at 31 December 2020 and 2019
In the period in question, the Fund had no qualified shareholdings in any persons.

Statutory and supervisory bodies

Statutory director
Iva Nováková, born on 25 September 1974, Pražská 180/77, Pražské Předměstí, 418 01 Bílina

Members of the Management Board

Bartlomiej Ziebinski, born on 19 March 1974, 02-353 Warsaw, Szczęśliwicka 54/345, Poland
- Management Board member since 13 January 2020.

Valdemar Walach, born on 9 December 1963, no. 1285, 739 95 Bystřice
- Management Board member from 26 July 2016 to 31 December 2020.

Events during the accounting period

In the accounting period, the Fund initiated establishing of a new Sub-fund called ENERN TECH IV podfond, which was registered in the list of sub-funds maintained with the ČNB on 29 June 2020 and came into existence on the date of commencement of issue of investment shares, i.e. on 1 July 2020.

Subsequent events

There were no significant subsequent events after the balance sheet date.

2 Accounting Methods and General Accounting Policies

The financial statements comprising the balance sheet, income statement, statement of changes in equity and the accompanying notes have been prepared in accordance with the Czech Act on Accounting, the Czech Ministry of Finance decrees and the Czech accounting standards for financial institutions.

These financial statements have been prepared under the historical cost convention and on the accruals basis of accounting, the only exception being selected financial instruments measured at fair value.

These financial statements have been prepared on the going concern basis.

The management considered the potential impact of COVID-19 on the Fund's activities and business and concluded it did not have a significant effect on the going concern assumption. Accordingly, the financial statements for the year ended 31 December 2020 were prepared on the assumption that the Fund would be able to continue as a going concern.

All figures are in CZK thousands unless stated otherwise.

At the same time, each individual Sub-fund of a joint-stock company with a variable basic capital shall maintain separate accounting records in accordance with Section 165 of Act No. 240/2013 Coll. As the Fund and the Sub-funds keep separate accounts, the Fund's financial statements do not include the values for each Sub-fund and the Fund does not compile consolidated financial statements. The provisions of Section 82 of Decree No. 501/2002 Coll., as amended, shall thus not apply since the Fund does not have voting rights on the investment shares of the Sub-funds. When voting on issues pertaining to a particular Sub-fund, the voting rights shall be exercised exclusively by those shareholders holding shares related to the respective Sub-fund.

The significant accounting policies and methods applied in preparing these financial statements were as follows:

2.1 Foreign Currency Translation

Foreign currencies are translated to Czech crowns at the daily exchange rate published by the Czech National Bank (ČNB) as at the transaction date or the transaction recognition date. During the year, only realized foreign exchange gains and losses are accounted for.

Assets and liabilities denominated in foreign currencies are translated to Czech currency using the foreign exchange rate announced by the Czech National Bank as at the balance sheet date. The resulting exchange rate gains or losses from the translation of foreign denominated assets or

liabilities are charged or credited, as appropriate, to income for the year as "Gains or losses from financial operations".

2.2 Transaction Recognition Date

Depending on the type of transaction, the recognition dates are as follows:

- the date on which money in circulation is paid or received,
- the date on which foreign currency or securities are purchased or sold,
- the date on which a payment is made,
- the date on which spot transactions are entered into and settled, i.e. the purchase or sale of financial instruments or commodities with delivery terms such that the period between the trade date and the settlement date does not exceed 2 days,
- financial assets and liabilities are recognized when the Fund becomes a party to the transaction.

The following rules apply to derecognition of financial assets and liabilities:

- The Fund derecognizes a financial asset or a part thereof from its balance sheet when it loses control over the contractual rights to the asset or its part.
- A financial liability or a part thereof is extinguished if the obligation specified in the contract is discharged or cancelled or expires and the entity removes the given liability or part thereof from its balance sheet. The difference between the carrying amount of a liability (or a portion thereof) extinguished or transferred to another entity and the amount paid for the liability is recognized in profit or loss for the period.

The purchase and sale of financial assets is recognized when the spot transaction is settled.

2.3 Interest Income and Interest Expense

Interest income and interest expense on all interest-bearing instruments (with the exception of securities measured at fair value through income and expense accounts and with the exception of receivables) is recognized on an accrual basis using the effective interest rate derived from the actual acquisition cost.

The effective interest method is a method of calculating the amortized cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate used to discount expected future cash flows until maturity or the nearest date of change of interest rate to the carrying amount of the financial asset or financial liability.

In computing the effective interest rate the Fund considers all contractual cash flows related to the financial instrument (e.g. prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts (with the exception of fees paid in concluding the loan agreement which are immediately recognized as fee and commission income).

2.4 Fee and Commission Income

Fees and commissions are recognized on an accrual basis on the date the service is provided. Fees and commissions for negotiating transactions for third parties or arising from participation in such negotiations are recognized when the transaction to which they relate is concluded.

Fees for the management and administration of assets and for consulting services are recognized on an accrual basis based on the supporting service agreements.

2.5 Receivables from Non-banking Entities

Receivables from non-banking entities are recognized at their nominal value including the accrued accessories, net of allowances. Uncollectible receivables are written off upon the completion of bankruptcy proceedings against the debtor.

2.6 Allowances

The Fund must first decide whether a reason exists to reduce the book value of receivables.

Receivables are monitored if they are overdue for more than 90 days or if they involve another default or if the debtor's financial position has deteriorated.

Allowances against receivables and other risk-bearing assets are based on the valuation of the collectible amount of such assets as at the balance sheet date after taking into account the current value of security upon forced sale.

Additions to allowances are recognized in the income statement item, the use of allowances is recognized together with costs or losses relating to the disposal of assets in the income statement.

Allowances that are no longer needed are released to income.

Allowances against assets denominated in foreign currencies are recognized in such foreign currencies. Exchange rate differences are recoded similarly to exchange rate differences arising from the valuation of the underlying assets.

2.7 Tangible and Intangible Fixed Assets

Purchased fixed assets are recorded at their acquisition cost. Technical improvements of fixed assets are also capitalized, provided that the related total costs for the period do not exceed the limits stipulated by the applicable accounting and tax regulations.

Tangible and intangible fixed assets comprise assets with useful life exceeding one year and with a value of foundation and organization expenses exceeding CZK 80 thousand.

Small tangible fixed assets with a cost of less than CZK 80 thousand and small intangible fixed assets with a cost of less than CZK 20 thousand are not recorded in the balance sheet but expensed in the year of acquisition.

Small tangible fixed assets with a cost exceeding CZK 80 thousand and small intangible fixed assets with a cost exceeding CZK 80 thousand are depreciated/amortized in compliance with the Act on Accounting on a straight-line basis over a period corresponding to their actual useful lives.

Tangible and intangible fixed assets are depreciated/amortized on a straight-line basis over their estimated useful lives using the following annual depreciation rates:

Tangible and intangible fixed assets	Depreciation/amortization period
Office furniture and equipment	3 years
Software	3 years
Foundation and organization expenses	5 years

2.8 Taxes

Current tax expense

The income tax base is calculated using profit for the year before tax adjusted by adding non-deductible expenses and deducting non-taxable income and any tax relief or off-sets.

Value added tax

The Fund is not registered for value added tax (VAT). Tangible and intangible fixed assets are carried at their acquisition cost inclusive of VAT.

Deferred tax

Deferred tax is recognized on all temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base using the full liability method. A deferred tax asset is recognized to the extent that it is probable that future taxable profit will be available against which this asset can be utilized.

The approved tax rate for the period in which the deferred tax is expected to be realized is used for the deferred taxation calculation.

Deferred tax arising on the revaluation of hedging instruments and securities available-for-sale at fair value recognized directly in equity is also recorded in equity.

2.9 Personnel Costs, Supplementary Pension Insurance and Social Fund

Personnel expenses are included in administrative costs.

The Fund has currently no supplementary pension insurance scheme for its employees.
Members of the Fund's statutory bodies received no bonuses or loans provided by the Fund.

The Fund makes regular contributions to the state budget to support the national pension scheme.

2.10 Use of Estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting period. The Fund's management prepared these estimates and predictions based on all relevant information available. Nevertheless, these estimates and assumptions may differ from actual future results.

2.11 Subsequent Events

The effect of events that occurred between the balance sheet date and the financial statements date is reflected in the financial statements if these events provide additional evidence of conditions that existed at the balance sheet date.

If, between the balance sheet date and the financial statements date, significant events occurred that are indicative of conditions that arose after the balance sheet date, the effect of these events is not recognized in the financial statements but disclosed in the notes to the financial statements.

2.12 Related Parties

The Fund has defined its related parties as follows:
The Fund's shareholders and key managing persons and their family members, entities controlled or jointly controlled by or under significant influence of these persons or entities or their parent companies in which these persons are members of key management. The statutory director and the Fund's managing persons are considered key managing persons of the Fund.

Explanation Added for Translation into English

These financial statements are presented on the basis of accounting principles and standards generally accepted in the Czech Republic. Certain accounting practices applied by the Company that conform with generally accepted accounting principles and standards in the Czech Republic may not conform with generally accepted accounting principles in other countries.

3 Additional Information on the Balance Sheet and Income Statement

The Fund's financial statements contain data for the 2020 period, i.e. from 1 January 2020 to 31 December 2020. The 2019 data contain data from 1 January 2019 to 31 December 2019.

3.1 Cash in Hand and Balances with Central Banks

As at 31 December 2020 and 2019, the Fund recognized cash of CZK 93 thousand and CZK 90 thousand, respectively.

3.2 Receivables from Banks

Receivables from banks consist of balances of current accounts maintained with banks. As at 31 December 2020 and 2019, the Fund had receivables from banks amounting to CZK 14,091 thousand and CZK 11,156 thousand, respectively.

3.3 Receivables from Non-banking Entities

As at 31 December 2020 and 2019, the Fund had receivables from non-banking entities amounting to CZK 137 thousand and CZK 134 thousand, respectively; these consist of long-term loans provided to related parties (see Note 3.24.2).

(In CZK thousands)	31/ 12/ 2019	Additions	Disposals	31/ 12/ 2020
Enern Sprout II – loan of EUR 82,500	4	0	4	0
Enlin Karlín – loan of EUR 5,000	130	7	0	137
Total amounts due from non-banking entities	**134**	**7**	**4**	**137**

(In CZK thousands)		
Interest rate	31/ 12/ 2020	31/ 12/ 2019
1% p.a.	0	4
2% p.a.	137	130
Total provided loans	**137**	**134**

3.4 *Intangible Assets*

31 December 2020

(In CZK thousands)	Foundation costs	Software	Total
Cost			
As at 1 January 2020	269	60	329
Additions	0	0	0
Disposals	0	0	0
As at 31 December 2020	**269**	**60**	**329**
Allowances and accumulated amortization			
As at 1 January 2020	**269**	**60**	**329**
Amortization	0	0	0
As at 31 December 2020	**269**	**60**	**329**
Net book value			
As at 1 January 2020	**0**	**0**	**0**
As at 31 December 2020	**0**	**0**	**0**

31 December 2019

(In CZK thousands)	Foundation costs	Software	Total
Cost			
As at 1 January 2019	269	60	329
Additions	0	0	0
Disposals	0	0	0
As at 31 December 2019	**269**	**60**	**329**
Allowances and accumulated amortization			
As at 1 January 2019	**269**	**60**	**329**
Amortization	0	0	0
As at 31 December 2019	**269**	**60**	**329**
Net book value			
As at 1 January 2019	**0**	**0**	**0**
As at 31 December 2019	**0**	**0**	**0**

3.5 *Tangible Assets*

31 December 2020

(In CZK thousands)	Tangible assets and technical improvements	Total
Cost		
As at 1 January 2020	75	75
Additions	6,063	6,063
Disposals	0	0
As at 31 December 2020	**6,138**	**6,138**
Allowances and accumulated depreciation		
As at 1 January 2020	75	75
Depreciation	0	0
Disposals	0	0
As at 31 December 2020	**75**	**75**
Net book value		
As at 1 January 2020	**0**	**0**
As at 31 December 2020	**6,063**	**6,063**

31 December 2019

(In CZK thousands)	Devices and equipment	Total
Cost		
As at 1 January 2019	75	75
Additions	0	0
Disposals	0	0
As at 31 December 2019	**75**	**75**
Allowances and accumulated depreciation		
As at 1 January 2019	69	69
Depreciation	6	6
Disposals	0	0
As at 31 December 2019	**75**	**75**
Net book value		
As at 1 January 2019	**6**	**6**
As at 31 December 2019	**0**	**0**

3.6 Other Assets

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Trade receivables	146	13
Advances granted	2	10
Other assets	**148**	**23**

Trade receivables as at	Not yet due	Overdue	Total (in CZK thousands)
31/ 12/ 2019	0	13	13
31/ 12/ 2020	133	13	146

3.7 Prepayments and Accrued Income

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Investor community costs	517	0
Hosting services	13	190
Other	22	85
Total prepayments and accrued income	**552**	**275**

3.8 Other Liabilities

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Trade payables	15,710	258
Accruals and deferred income	85	79
Tax liabilities	287	11
Liabilities to employees	73	48
Social security and health insurance	45	30
Total other liabilities	**16,200**	**426**

As at 31 December 2020 and 2019, trade payables represent invoiced advisory and consulting services.

Trade payables as at	Not yet due	Overdue	Total (in CZK thousands)
31/ 12/ 2019	252	6	258
31/ 12/ 2020	15,586	124	15,710

As at 31 December 2020 and 2019, no liabilities to financial, social security and health insurance authorities were overdue.

3.9 Accruals and Deferred Income

Accruals and deferred income (in CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Advisory services	2,681	1,438
Total accruals and deferred income	**2,681**	**1,438**

Accruals and deferred income represent unbilled deliveries of advisory services as at 31 December 2020 and 2019.

3.10 Equity

3.10.1 Basic Capital

The Company's basic capital was fully paid up. As at 31 December 2020 and 2019, it amounted to CZK 2,000 thousand and consisted of 10 shares with a nominal value of CZK 200 thousand each.

3.10.2 Shareholders

The shareholder structure as at 31 December 2020 and 2019 was as follows:

Name and registered office	Number of shares	Nominal value per share (CZK)	Total nominal value of shares (CZK)	Ownership (%)
ENERN Capital a.s.	10	200,000	2,000,000	100
Total basic capital	**10**	200,000	**2,000,000**	**100**

3.11 Reserve Funds and Other Funds Created from Profit

The Fund creates neither reserve nor other funds from profit.

3.12 Capital Funds

The Fund does not create any capital funds.

3.13 Net Profit (Loss) for the Period

In 2020 and 2019, the Fund reported profit of CZK 189 thousand and CZK 7,814 thousand, respectively. Based on the decision of the sole shareholder dated 17 June 2020, the profit generated in 2019 totaling CZK 7,800 thousand was paid to the shareholder in the form of a dividend in 2020. The remaining portion of the profit of CZK 14 thousand was transferred to retained earnings. No decision has yet been made on the distribution of the 2020 profit.

3.14 Interest Income and Similar Income

In 2020 and 2019, the Fund recorded interest income of CZK 22 thousand and CZK 17 thousand, respectively relating to interest income from short-term loans; all income came from activities in the Czech Republic.

3.15 Fee and Commission Income

In 2020 and 2019, the Fund had income of CZK 60,119 thousand and CZK 27,247 thousand, respectively arising from fees for management of the ENERN TECH III and ENERN TECH IV Sub-funds. The 2020 income also includes an entry fee in connection with the establishment of the ENERN TECH IV Sub-fund.

3.16 Fee and Commission Expense

Fee and commission expense include bank fees and amounted to CZK 46 thousand and CZK 13 thousand, respectively in 2020 and 2019.

3.17 Gains or Losses from Financial Transactions

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Foreign exchange differences	(195)	(238)
Total gains or losses from financial transactions	**(195)**	(238)

3.18 Other Operating Income

Other operating income for 2020 and 2019 amounted to CZK 207 thousand and CZK 1,629 thousand, respectively and resulted in full from activities in the Czech Republic. In 2020, the income came mainly from the sublease of premises, while in 2019 the item mainly included income from the cession of loan receivables of CZK 1,478 thousand and credit notes of CZK 145 thousand.

3.19 Other Operating Expenses

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Costs of loan assignment	0	1,478
Fines, penalties and penalty interest and other tax non-deductible expenses	537	1,190
Costs of acquisition of small fixed assets	1,133	0
Other	288	197
Total other operating expenses	**1,958**	**2,866**

3.20 Administrative Expenses

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Personnel costs	1,078	745
Rent	1,032	120
Legal and tax advisory services	1,329	206
Auditors' fee	183	80
of which: statutory audit of annual FS	183	80
Other services	50,733	13,154
Other administrative expenses	3,414	3,651
Total administrative expenses	**57,769**	**17,956**

The year-on-year increase in administrative expenses has been mainly due to the establishment of the ENERN TECH IV Sub-fund as the fund purchased mainly related advisory and consulting services, as well as legal and tax advisory services.

In 2020 and 2019, other services particularly comprised advisory and consulting services related to the search and assessment of suitable opportunities for investment by the ENERN TECH III and ENERN TECH IV Sub-funds, related travel costs and costs related to the establishment of the ENERN TECH IV Sub-fund.

3.21 Personnel Costs

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Wages, personnel costs and bonuses to employees	825	560
Social security and health insurance costs	253	185
Total personnel expenses	**1,078**	**745**

Employee statistics	31/ 12/ 2020	31/ 12/ 2019
Average number of employees	1	1
Number of other members of management	1	1
Number of members of the Board of Directors	3	3

3.22 Depreciation and Amortization of Tangible and Intangible Fixed Assets

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Tangible fixed assets depreciation	**0**	**6**
Office equipment	0	6
Intangible fixed assets amortization	**0**	**0**
Foundation and organization costs	0	0
Total depreciation and amortization	**0**	**6**

3.23 Income Tax

a) Deferred tax

As at 31 December 2020 and 2019, the Fund had tax losses from previous years of CZK 0 thousand and CZK 48,958 thousand, respectively. These could be carried forward until 2019. As at 31 December 2019, the deferred tax asset was CZK 9,302 thousand. In line with the principle of prudence, the Fund did not record a deferred tax asset arising from tax losses as at 31 December 2019.

b) Current tax expense

As at 31 December 2020 and 2019, the Fund recorded tax due of CZK 191 thousand and CZK 0 thousand, respectively. The income tax base was computed as follows:

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Profit (loss) before taxes	**380**	**7,814**
Non-taxable revenues	0	0
Non-deductible expenses	**686**	**1,420**
Tax depreciation	**59**	**0**
Tax base	**1,007**	**9,234**
Tax loss carried forward	0	(9,234)
Current income tax due at 19% rate	**191**	**0**

3.24 Related Parties

3.24.1 Revenues and Expenses from Transactions with Related Parties

(In CZK thousands)	31/ 12/ 2020	31/ 12/ 2019
Interest and similar income	22	3
Gains (+) or losses (-) from financial transactions	(2)	61
Administrative costs	26,808	3,258
Other operating expenses	(252)	3
Other operating income	133	1,338

3.24.2 Receivables from and Payables to Related Parties

(In CZK thousands)	31/ 12/ 2019	31/ 12 /2018
Loans provided to non-banking entities	137	134
Other assets	146	13
Liabilities to non-banking entities	9,885	40
Accruals and deferred income	249	249

In 2020, liabilities to non-banking entities included mainly liabilities from rebilling of costs in connection with the contract for assignment of the lease agreement and the reconstruction of the office (CZK 1,604 thousand) and liabilities from investment advisory agreements (CZK 8,202 thousand).

All transactions with related parties were carried out on an arm's length basis.

In 2020 or 2019, no loans were granted to members of the statutory bodies, the Management Board or similar bodies or to employees involved in the management of the Fund.

3.25 Financial Risks

Financial risks are risks associated with financial activities of the Fund. Risk management aims at maintaining the risk exposure within some level of tolerance by using suitable methods and tools while maximizing profit within the level of risk exposure.

3.25.1 Market Risk

The market risk results from the fluctuation of market prices and their impact on the Fund's profit (equity). The market risk exposure depends on the structure of the balance sheet (the income statement) and the volatility of asset and liability (income and expense) items to changes in market prices. The Fund's major market risks include currency and interest rate risks.

a) Currency risk

The Fund takes on exposure resulting from fluctuations in foreign currency exchange rates on its financial position and cash flows.

The chart below contains an overview of currency risk exposure. The chart contains assets and liabilities at their book value broken down by currencies and only show selected positions from the balance sheet exposed to currency risk.

31 December 2020

31 December 2020 (in CZK thousands)	CZK	EUR	Other	Total
Due from banks	2,011	12,063	17	14,091
Due from non-banking entities	0	137	0	137
Other assets	148	0	0	148
Total assets	**2,159**	**12,200**	**17**	**14,376**
Other liabilities	15,239	955	7	16,201
Total equity and liabilities	**15,239**	**955**	**7**	**16,201**
Net open currency position	**(13,080)**	**11,245**	**10**	**(1,825)**

31 December 2019

31 December 2019 (in CZK thousands)	CZK	EUR	Other	Total
Due from banks	137	9,505	1,514	11,156
Due from non-banking entities	0	134	0	134
Other assets	23	0	0	23
Total assets	**160**	**9,639**	**1,514**	**11,313**
Other liabilities	426	0	0	426
Total equity and liabilities	**426**	**0**	**0**	**426**
Net open currency position	**(266)**	**9,639**	**1,514**	**10,887**

b) Interest rate risk

The Fund takes on exposure resulting from fluctuations of interest rates on its financial position and cash flows.

The chart below contains an overview of interest rate exposure. The chart contains interest-bearing assets and liabilities at book values broken down by the earliest of the settlement, valuation or maturity date.

31 December 2020

31 December 2020 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	No interest	Total
Due from banks	14,091	0	0	0	0	14,091
Due from non-banking entities	0	137	0	0	0	137
Other assets	0	0	0	0	148	148
Total assets	**14,091**	**137**	**0**	**0**	**148**	**14,376**
Other liabilities	0	0	0	0	16,200	**16,200**
Total equity and liabilities	**0**	**0**	**0**	**0**	**16,200**	**16,200**
Difference	**14,091**	**137**	**0**	**0**	**(16,052)**	**(1,824)**

31 December 2019

31 December 2019 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	No interest	Total
Due from banks	11,156	0	0	0	0	11,156
Due from non-banking entities	0	134	0	0	0	134
Other assets	0	0	0	0	23	23
Total assets	**11,156**	**134**	**0**	**0**	**23**	**11,313**
Other liabilities	0	0	0	0	426	**426**
Total equity and liabilities	**0**	**0**	**0**	**0**	**426**	**426**
Difference	**11,156**	**134**	**0**	**0**	**(403)**	**10,887**

3.25.2 Liquidity Risk

The liquidity risk involves a risk that the Fund will be unable to duly and timely meet its financial liabilities. The Fund's internal policy stipulates the minimum amount of liquid assets necessary to cover satisfaction of liabilities falling due and settlement and contains a liquidity crisis management plan.

The following chart contains a breakdown of assets and liabilities according to maturity bands based on remaining maturity as at the FS date. The chart only contains selected assets and liabilities carried at book values broken down according to the earliest of the settlement, valuation or maturity date.

31 December 2020

31 December 2020 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	Unspecified	Total
Due from banks	14,091	0	0	0	0	14,091
Due from non-banking entities	0	137	0	0	0	137
Other assets	148	0	0	0	0	148
Total assets	**14,239**	**137**	**0**	**0**	**0**	**14,376**
Other liabilities	**16,200**	**0**	0	0	0	**16,200**
Total equity and liabilities	**16,200**	**0**	**0**	**0**	**0**	**16,200**
Difference	**1,961**	**137**	**0**	**0**	**0**	**1,824**

31 December 2019

31 December 2019 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	Unspecified	Total
Due from banks	11,156	0	0	0	0	11,156
Due from non-banking entities	134	0	0	0	0	134
Other assets	23	0	0	0	0	23
Total assets	**11,313**	**0**	**0**	**0**	**0**	**11,313**
Other liabilities	**426**	**0**	0	0	0	**426**
Total equity and liabilities	**426**	**0**	**0**	**0**	**0**	**426**
Difference	**10,887**	**0**	**0**	**0**	**0**	**10,887**

3.25.3 Credit Risk

The credit risk involves a risk of a counterparty failing to meet its liability to the Fund. In the period under review, the Fund only had receivables from the bank which, at the same time, is the Fund's depositary (Česká spořitelna a.s., rating (S&P): A-, operating in the Czech Republic) and receivables from short-term loans provided to group companies where the Fund has detailed information available on their financial position and the structure of their assets and liabilities.

3.25.4 Operational Risk

The operational risk involves losses incurred as a result of inadequate or failed internal processes or people or caused by external events. Operational risk is managed by adequate setup of the Fund's internal processes and selection of external parties.

In the period under review, there were no significant operational risk events that would have a significant impact on the Fund's results, i.e. an impact exceeding 1 % of equity.

3.25.5 Subsequent Events

On 1 January 2021, Iva Nováková was appointed the member and Chair of the Management Board; the change was recorded in the Commercial Register on 1 January 2021.

From 1 January 2021, an amendment to Decree 501/2002 Coll. entered into force for investment companies and investment funds or branches of a foreign entity that is authorized to manage investment funds or foreign investment funds pursuant to the law governing the activities of investment companies and investment funds, which amends the reporting and valuation of financial instruments in accordance with international accounting standards regulated by directly applicable European Union rules on the application of international financial reporting standards (hereinafter "IFRS").

The Fund has decided not to adjust the comparative information as permitted by the IFRS transitional provisions. Differences arising from the initial application of IFRS will be included directly in the opening balance of equity and other balance sheet items as at 1 January 2021.

Based on the assessments made as at the date of the financial statements for the year ended 31 December 2020, the estimated impact of the amendments to Decree 501/2002 Coll. on the Company's opening balances of assets and liabilities amounts to CZK 4,710 thousand, and is quantified as an estimate of the effect of accounting for the lease in accordance with IFRS 16 Leases. The impact of other standards on the opening balance of equity and other balance sheet items of the Fund has been assessed as insignificant.

No other significant events occurred between the balance sheet date and the financial statements date, which would have a material impact on the financial statements of the Fund for the year ended 31 December 2020.

In Prague, 31 August 2021

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Iva Nováková
Chair of the Management Board