enern
INVESTMENTS

ANNUAL REPORT

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

FOR THE YEAR ENDED 31 DECEMBER 2022

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 2022, 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

Management Board
Chair of the Management Board

Iva Nováková – the Chair of the Management Board appointed to office on 1 January 2021.

Management Board member

Bartlomiej Ziebinski – Management Board member since 13 January 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 CHAIR OF THE MANAGEMENT BOARD 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 2022, the Fund did not carry out its own investment activity.

The Fund exceeded the decisive limit and thus became an above-the-limit fund. In 2022, a licensing procedure with the CNB was underway to extend the licence for the above-the-limit fund; The procedure was not completed at the date of the annual report.

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 2021, the total capital commitment from investors amounted to EUR 50,625 thousand. As at 31 December 2022, the Fund's capital commitment from investors is the same.

ENERN TECH IV

In 2021, the total capital commitment from investors amounted to EUR 77,090 thousand. As at 31 December 2022, the Fund recorded the capital commitment from investors of EUR 87,190 thousand.

The Fund posted a profit of CZK 1,441 thousand for 2022 (2021: CZK 4,084 thousand).

	31/ 12/ 2022	**31/ 12/ 2021**
Equity	CZK 15,723 thousand	CZK 6,287 thousand
Number of shares	10 ks	10 ks

Nominal value of share	CZK 200 thousand	CZK 200 thousand
NAV per share	CZK 1,572.3 thousand / 1 share	CZK 628.7 thousand / 1 share

c) Revenues, expenses, profit

Income of the Fund is comprised mainly of a fixed consideration paid by the Sub-funds which represents a management and administration fee received from the Sub-funds, as well as the entry fees paid by investors upon joining the Fund. 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 2022, revenues exceeded expenses and the Fund posted a profit of CZK 1,441 thousand.

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

On 26 October 2022, Supplement No. 2 to the Fund's Statute was amended.

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 2022 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 2022 (in CZK thousands)
Bank accounts of the Fund maintained by ČS	377	377
Bank accounts of the Fund maintained by Unicredit	22,463	22,463
Loan to Kaya Services s.r.o.	2,272	2,272

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 2,074 thousand in 2022, 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 804 thousand in 2022.

L. SELECTED FINANCIAL HIGHLIGHTS OF THE FUND

Statement of financial position (in CZK thousands)	Current year 31/ 12/ 2022	Previous year 31/ 12/ 2021
Assets		
Cash in hand and balances with central banks	97	95
Receivables from banks	22,840	11,085
Receivables from non-banking entities	2,272	2,198
Tangible fixed assets	102	0
Other assets, prepayments and accrued income	279	13,039
Total assets	**25,590**	**26,417**
Liabilities		
Total liabilities and accruals and deferred income	9,760	20,130
Provisions	107	0
Basic capital	2,000	2,000
Accumulated losses/retained earnings from previous years	4,287	203
Profit / (loss) for the period	1,441	4,084
Total equity and liabilities	**25,590**	**26,417**

As at 31 December 2022 and 2021, the Fund received assets for management in the amount of CZK 4,013,524 thousand and CZK 3,739,897 thousand, respectively from the ENERN TECH III Sub-fund, and of CZK 487,820 thousand and CZK 237,511 thousand, respectively from the ENERN TECH IV Sub-fund.

Income statement (in CZK thousand)	Current year 31/ 12/ 2022	Previous year 31/ 12/ 2021
Interest and similar income	246	153
Fee and commission income	67,544	57,384
Fee and commission expense	(41)	(94)
Administrative costs	(60,972)	(46,783)
Gains or losses from financial transactions	(374)	(766)
Other operating expenses and revenues	(4,089)	(2,636)
Tangible fixed assets depreciation	0	1,831
Profit or loss from operating activities for the year before taxes	**2,316**	**5,427**
Income taxes	(874)	(1,343)
Profit or loss for the year after taxes	**1,441**	**4,084**

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 2023, 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 2022.

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 2022, 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 2022, the Sub-fund acquired neither own shares nor ownership interests.

Date of preparation	***Chair of the Management Board's signature***
28 April 2023	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 and the Management Board. The statutory body is the Management Board that is responsible for the Fund's management.

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

As at 31 December 2022, 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 a direct 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 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:	Entity controlled by the same person, the Fund's shareholder

Name of entity:	Growth Finance II s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	099 76 159
Method of control:	Entity controlled by the same person, the Fund's shareholder

Name of entity:	EN Real Estate s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	109 20 269
Method of control:	Entity controlled by the same person, the Fund's shareholder, the Company's Statutory Representative

Name of entity:	Kaya Services s.r.o.
Registered office:	Thámova 183/11, Karlín, 186 00 Prague, Czech Republic
Business Reg. No. (IČO):	108 39 356
Method of control:	Entity 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 a direct 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 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:	KAYA (fka Enern) s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	108 38 821
Method of control:	Statutory Representative
Name of entity:	Kaya Citrine s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	242 88 128
Method of control:	Statutory Representative
Name of entity:	Woltair 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 of entity:	Enern Lavender s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	046 87 345
Method of control:	Statutory Representative

Name of entity:	ASP11 Services s.r.o.
Registered office:	Žitavská 231, Benice, 103 00 Prague 10
Business Reg. No. (IČO):	172 55 384
Method of control:	Entity controlled by the same person, the Fund's shareholder, the Company's Statutory Representative

Name of entity:	Kaya Services s.r.o.
Registered office:	Thámova 183/11, Karlín, 186 00 Prague, Czech Republic
Business Reg. No. (IČO):	108 39 356
Method of control:	Entity controlled by the same person, the Fund's shareholder

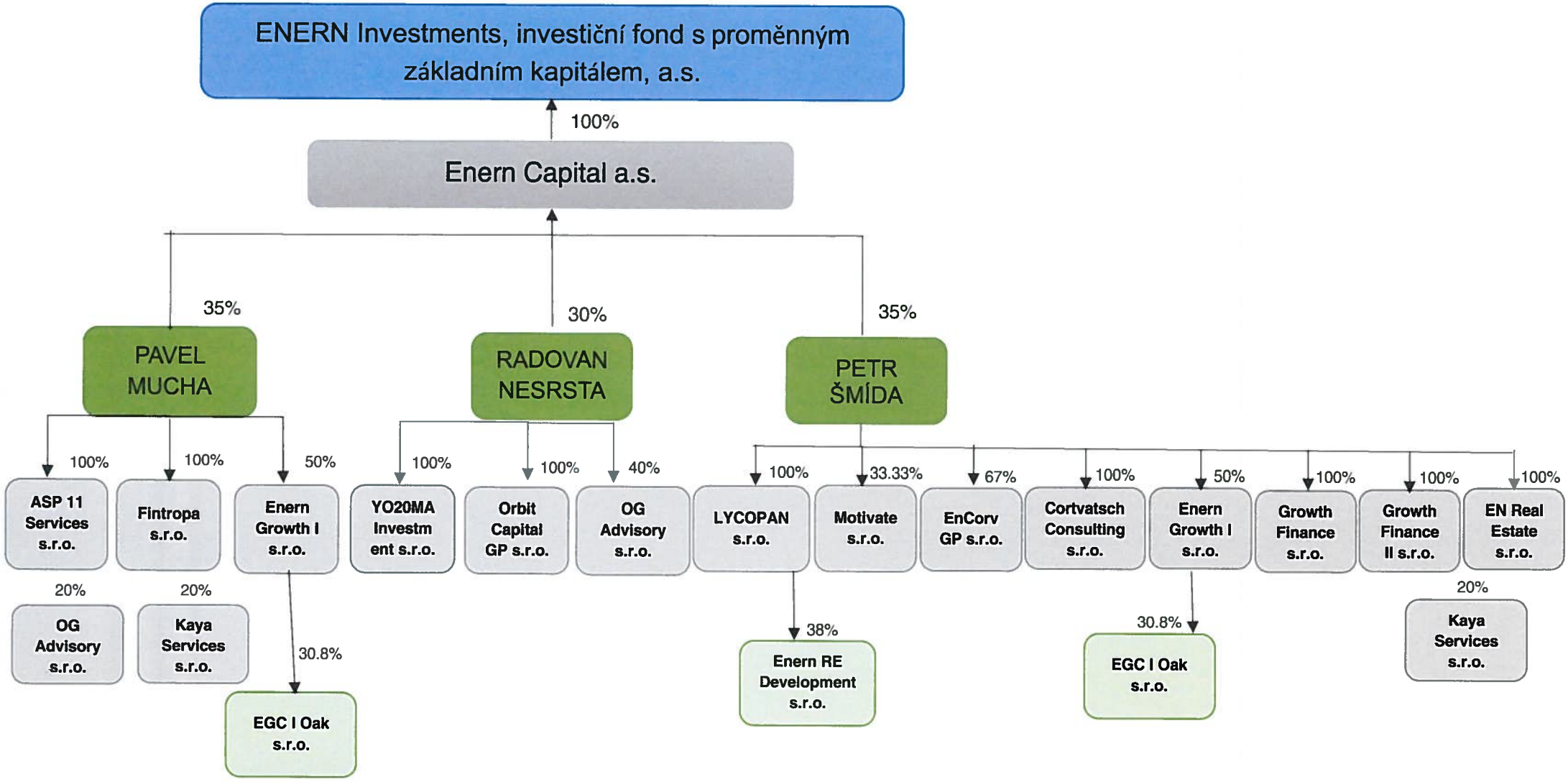
Name of entity:	OG Advisory s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	143 82 709
Method of control:	Entity controlled by the same person, the Fund's shareholder

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 a direct 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
Name of entity:	OG Advisory s.r.o.
Registered office:	Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO):	143 82 709
Method of control:	Entity controlled by the same person, the Fund's shareholder


ENERN Investments, investiční fond s proměnným základním kapitálem, a.s.
100%
Enern Capital a.s.
35%
30%
35%
PAVEL MUCHA
RADOVAN NESRSTA
PETR ŠMÍDA
100%
100%
50%
100%
100%
40%
100%
33.33%
67%
100%
50%
100%
100%
100%
ASP 11 Services s.r.o.
Fintropa s.r.o.
Enern Growth I s.r.o.
YO20MA Investment s.r.o.
Orbit Capital GP s.r.o.
OG Advisory 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.
Growth Finance s.r.o.
Growth Finance II s.r.o.
EN Real Estate s.r.o.
20%
20%
30.8%
38%
30.8%
20%
OG Advisory s.r.o.
Kaya Services s.r.o.
EGC I Oak s.r.o.
Enern RE Development s.r.o.
EGC I Oak s.r.o.
Kaya Services s.r.o.

The Fund's Chair of the Management Board, 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:	Chair of the Management Board

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: Enern Miton E-com Holding s.r.o.
Registered office: Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO): 025 73 571
Method of control: Statutory Representative

Name of entity: EnLin Form a.s.
Registered office: Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO): 099 16 792
Method of control: Management Board member

Name of entity: EnLin Form Holding a.s.
Registered office: Türkova 2319/5b, Chodov, 149 00 Prague 4, Czech Republic
Business Reg. No. (IČO): 170 72 565
Method of control: Management Board member

Name of entity: Společenství vlastníků jednotek Svatá Anna
Registered office: K vodojemu 2729/1a, Smíchov, 150 00 Prague 5, Czech Republic
Business Reg. No. (IČO): 077 37 700
Method of control: Management Board member

Name of entity:	Společenství vlastníků jednotek Svatá Anna garáže, Smíchov
Registered office:	K vodojemu 2729/1a, Smíchov, 150 00 Prague 5, Czech Republic
Business Reg. No. (IČO):	084 66 629
Method of control:	Management Board member

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 2022, 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 2022.

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 2022:

- 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 2022 amounted to CZK 8,879 thousand;
- Contract for the provision of advisory services by Mr. Petr Šmída of 15 June 2016 – annual performance amounting to CZK 1,200 thousand in 2022;
- 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 2022 amounted to CZK 5,925 thousand;
- Contract for the provision of advisory services by YO20MA s.r.o. of 1 January 2020 – performance in 2022 amounted to CZK 786 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 50 thousand in 2022.
- The total amount of loans (principal) including accrued interest provided to other companies by the Fund was CZK 256 thousand as at 31 December.

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 Chair of the Management Board 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 2022 to 31 December 2022.

Date of preparation
Board's signature

31 March 2023

Chair of the Management

Iva Nováková

ANNEX 1

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

Building a better working world

(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 2022, 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 2022, 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.

Building a better working world

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.

Building a better working world

- 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

28 April 2023
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 2022

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 2022 – 31 December 2022

Balance sheet as at 31 December 2022

Assets

In CZK thousands	Note	31/ 12/ 2022	31/ 12/ 2021
Cash in hand and balances with central banks	3.1	**97**	**95**
Receivables from banks	3.2	**22,840**	**11,085**
of which: payable on demand		*22,840*	*11,085*
Receivables from non-banking entities	3.3	**2,272**	**2,198**
of which: other receivables		*2,272*	*2,198*
Intangible fixed assets	3.4	**0**	**0**
Tangible fixed assets		**102**	**0**
a) operating	3.5	*102*	*0*
b) right-of-use assets (RoU)	3.6	*0*	*0*
Other assets	3.7	**178**	**12,857**
Prepayments and accrued income	3.8	**101**	**182**
Total assets		**25,590**	**26,417**

Liabilities

In CZK thousands	Note	31/ 12/ 2022	31/ 12/ 2021
Other liabilities	3.9	**516**	**2,649**
Provisions	3.10	**107**	**0**
of which: for taxes		*107*	*0*
Accruals and deferred income	3.11	**9,244**	**17,481**
Basic capital	3.12	**2,000**	**2,000**
of which: basic capital paid up		*2,000*	*2,000*
Reserve funds and other funds created from profit	3.13		**0**
of which: legal reserve funds			*0*
Capital funds	3.14	**7,995**	**0**
Retained earnings or accumulated losses		**4,287**	**203**
Profit /loss for the period	3.15	**1,441**	**4,084**
Total equity and liabilities		**25,590**	**26,417**

Off-balance sheet items

In CZK thousands	31/ 12/ 2022	31/ 12/ 2021
Assets received for management from ENERN TECH III	**4,013,524**	**3,739,897**
Assets received for management from ENERN TECH IV	**487,820**	**237,511**
Total*	**4,501,344**	**3,975,841**

** fair value of assets received for management from ENERN TECH III Sub-fund and ENERN TECH IV Sub-fund.*

Income statement for the year ended 31 December 2022

In CZK thousands	Note	31/ 12/ 2022	31/ 12/ 2021
Interest and similar income	3.16	**246**	**153**
Fee and commission income	3.17	**67,544**	**57,384**
Fee and commission expense	3.18	**(41)**	**(94)**
Gains or losses from financial transactions	3.19	**(374)**	**(766)**
Other operating income	3.20	**32**	**6,200**
Other operating expenses	3.21	**(4,130)**	**(8,836)**
Administrative expenses	3.22	**(60,972)**	**(46,783)**
of which: a) staff costs	*3.23*	*(2,074)*	*(1,973)*
of which: aa) wages and salaries		*(1,599)*	*(1,476)*
ab) social and health insurance		*(475)*	*(497)*
b) other administrative expenses		*(58,898)*	*(44,810)*
Depreciation and amortization of tangible and intangible fixed assets	3.24	**0**	**1,831**
Profit / loss from ordinary activities before taxes		**2,316**	**5,427**
Income tax	3.25	**(874)**	**(1,343)**
Profit / loss for the period		**1,441**	**4,084**

Statement of changes in equity for the year ended 31 December 2022

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 1 January 2021	**2,000**	**0**	**0**	**14**	**189**	**0**	**2,203**
Net profit	0	0	0	0	4,084	0	4,084
Transfer of retained earnings	0	0	0	189	(189)	0	0
Transfers to funds	0	0	0	0	0	0	0
Balance as at 31 December 2021	**2,000**	**0**	**0**	**203**	**4,084**	**0**	**6,287**
Net profit	0	0	0	0	1,441	0	1,441
Transfer of retained earnings	0	0	0	4,084	(4,084)	0	0
Transfers to funds	0	0	7,995	0	0	0	7,995
Balance as at 31 December 2022	**2,000**	**0**	**7,995**	**4,287**	**1,441**	**0**	**15,723**

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 2022 and 2021, 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 2022 and 2021.

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 2022 and 2021 (indirect share).

	31/ 12/ 2022	31/ 12/ 2021
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 2022 and 2021:
In the period in question, the Fund had no qualified shareholdings in any persons.

Statutory and supervisory bodies

As at 31 December 2022 and 2021
Members of the Management Board
Chair of the Management Board
Iva Nováková, born on 25 September 1974, Pražská 180/77, Pražské Předměstí, 418 01 Bílina
Management Board member
Bartlomiej Ziebinski, born on 19 March 1974, 02-353 Warsaw, Szczęśliwicka 54/345, Poland

Events during the accounting period

At the beginning of the year, the Fund completed the second closing of the ENERN TECH IV Sub-fund and increased the capital commitments of this sub-fund to EUR 87,190 thousand.

In the course of the year, the Fund applied for the extension of the license for an above-the-limit fund as the Fund exceeded the decisive limit. The procedure was not completed as at the financial statements' date.

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.

The financial statements are based on the assumption that the entity will continue as a going concern and that there is no circumstance that would restrict or prevent the entity's ability to continue as a going concern in the foreseeable future.

The Fund's management assessed potential impacts of the conflict in Ukraine. Although the quantitative impact cannot be estimated with a reasonable degree of confidence at this time, the Fund has analyzed the potential impact of changing micro and macroeconomic conditions on the Fund's performance, financial position and operations and has not identified any material effect on the going concern assumption or any significant impact on the Fund's financial position or operations with respect to this situation as of the date of the financial statements. Accordingly, the financial statements for the year ended 31 December 2022 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.

Monetary 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 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.

Financial assets and liabilities are recognized according to the settlement date outside the spot purchases and sales of related currency conversions that are recognized on the trade date.

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.

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.

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 Financial Instruments – Policies Applied from 1 January 2021

From 1 January 2021, the Sub-fund applies IFRS 9 Financial Instruments to the classification, measurement and impairment of financial assets and financial liabilities.

The classification of Sub-fund's financial assets is based on:

- The business model for managing financial assets;
- The contractual cash flow characteristics of the asset (SPPI – solely payments of principal and interest on the principal outstanding, the "SPPI test").

Business models assess the entity's intention regarding a financial asset, i.e., whether the entity plans to collect contractual cash flows, sell the financial asset or both, or uses another business model. The Sub-fund applies the following business models:

- "Hold and collect" – financial assets at amortized cost (AC);
- "Hold, collect and sell" – financial assets at fair value through other comprehensive income (FVOCI);
- „Fair value management" – fair value through profit or loss (FVTPL).

Financial assets at amortized cost

The "Hold and collect" strategy is aimed at holding financial assets in order to collect contractual cash flows. Examples of such financial assets are loans, securities held to maturity, and trade receivables. Breach of the "Hold and collect" model does not occur even if there is a significant increase in counterparty credit risk during the course of the holding of the financial asset and the Fund decided to proceed with the sale of that asset.

Financial assets in the "Hold and collect" model are measured at amortized cost. Amortized cost is the amount at which the financial asset is measured at initial recognition minus the principal repayments plus or minus the cumulative amortized cost using the effective interest method of any difference between that initial amount and the maturity amount (including accrued interest) and adjusted for any impairment losses arising from expected credit loss. Expected credit loss is recognized in profit or loss together with foreign currency differences and interest income using the effective interest rate.

This category includes financial assets that meet the SPPI test and are debt instruments.

The "Hold, collect and sell" strategy is aimed at both collecting contractual cash flows from the principal and interest and selling financial assets; the model represents the so called "mixed" business model. This model distinguishes two different types of accounting treatment for equity instruments and for debt instruments.

Debt instruments that meet the criteria of the SPPI test in the "hold, collect and sell" business model are measured at fair value through other comprehensive income. When a financial asset is derecognized, the cumulative gain or loss recognized in the balance sheet caption "Gains or losses on revaluation" is reclassified from equity to profit or loss. Expected credit losses are recognized in profit or loss together with foreign exchange differences arising from remeasurement of financial assets denominated in foreign currencies. Interest income is calculated using the effective interest rate and is presented within "Interest income and similar income".

Equity instruments that are not held for trading and where an entity makes an irrevocable election on initial recognition to classify them as financial assets at fair value through other comprehensive income (FVOCI) are remeasured through other comprehensive income including FX differences from remeasurement. When this financial asset is derecognized, gain or loss from remeasurement is not reclassified from equity to profit or loss.

Financial assets at fair value through profit or loss

The "Fair value management" strategy is used for financial assets included in the portfolio that is managed and whose performance is assessed on a fair value basis. In addition, this category includes financial assets that do not meet the SPPI test, financial instruments acquired for trading, equity instruments that the entity has elected not to classify as financial assets at fair value through other comprehensive income, and all derivatives (the category typically includes debt securities, equity instruments and units, derivatives, loans and receivables). Changes in fair values of these assets including FX differences are recognized in profit or loss. These assets are not subject to ECL calculation.

The "Fair Value Management" business model does not meet the conditions for classifying financial assets as at amortized cost (AC) and at fair value through other comprehensive income (FVOCI), and financial assets managed under this model must be remeasured to fair value through profit or loss.

Business model assessment

An entity's business model is determined at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. Accordingly, financial instruments are classified at a higher level of aggregation, i.e., at the portfolio level. The entity considers all relevant information and evidence which is available at the assessment date. The information and evidence considered includes, inter alia, the following:

- The stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether entity's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets, or realizing cash flows through the sale of the assets;
- How the performance of the portfolio and of the financial assets held within this business model is evaluated and reported to the entity's key management personnel;
- The risks that affect the performance of the business model and of the financial assets held within this business model, and how those risk are managed;
- How managers of the entity are compensated, e.g., whether compensation is based on the fair value of the portfolio of the financial assets managed or the contractual cash flows collected;
- The frequency, volume and timing of sales in prior periods, the reasons for such sales and expectations about future sales activity. However, information about sales activity is not considered in isolation but as part of an overall assessment of how the entity's overall objective for managing the financial assets is achieved and how cash flows are realized.

Assessment whether contractual cash flows are solely payments of principal and interest (the SPPI test)

For the purposes of this assessment, "principal" is defined as the fair value of the financial asset on initial recognition. "Interest" is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g., liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Sub-fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Sub-fund considers the following:

- Contingent events that would change the amount and timing of cash flows;
- Leverage features;
- Prepayment and extension terms;
- Terms that limit the entity's claim to cash flows from specified assets;
- Features that modify consideration of the time value of money (e.g., periodical reset of interest rates).

Owing to the nature of the Fund's business and the types of financial instruments it holds, all its financial assets and liabilities are measured at fair value through profit or loss (FVTPL) under the "Fair Value Management" business model.

Initial Measurement

Financial assets measured at fair value through profit or loss are recognized according to the settlement date outside the spot purchases and sales of related currency conversions that are recognized on the trade date. From the date the Sub-fund commits to purchase these assets, all costs and income arising from changes in the fair values of these assets are recognized in the income statement As at the settlement date, a financial asset or financial liability is initially measured at fair value, which is adjusted for transaction costs, except for the financial instruments measured at fair value through profit or loss (FVTPL).

Measurement

Subsequent to initial recognition, all financial instruments measured at fair value through profit or loss are remeasured to fair value.

Gains and losses on subsequent measurement

Gains and losses on subsequent measurement of financial assets at fair value through profit or loss are recognized in the income statement under Gains or losses from financial transactions.

Impairment loss on financial assets due to expected credit losses

All of the Sub-fund's financial assets are carried at fair value and, accordingly, the Sub-fund recognizes no impairment losses due to expected credit losses.

Offsetting

Financial assets and liabilities are offset, and the net amount is reported in the balance sheet only when the Sub-fund has a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

2.5.1 Cash and cash equivalents

Cash equivalents of the Sub-fund include cash on hand and deposits with banks payable on demand, treasury bills and government bonds with a residual maturity of three months or less. Cash and demand deposits are measured at their nominal value, which corresponds to their fair value. Treasury bills and government bonds are measured at fair value through profit or loss. Cash and cash equivalents are presented in the 'Cash in hand and balances with central banks' and 'Receivables from banks'.

2.5.2 Loans and receivables

The Sub-fund's loans and receivables that meet the definition of a financial asset are measured at fair value. Bad debts are written-off after the completion of debtor´s bankruptcy proceedings. Loans and receivables are presented in the 'Receivables from non-banking entities' caption.

2.5.3 Financial liabilities

The Sub-fund classifies its financial liabilities as at fair value through profit or loss (FVTPL) if they are contingent consideration recognized by the acquirer in a business combination, are held for trading or are designated as instruments at fair value through profit or loss.

Financial liabilities are classified as held for trading if:

- They have been acquired principally for the purpose of repurchasing them in the near term; or
- On initial recognition they are part of a portfolio of identified financial instruments that the Sub-fund manages together and have a recent actual patter of short-term profit-taking.

Financial liabilities may be designated as at fair value through profit or loss (FVTPL) upon initial recognition if:

- Such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- The financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Sub-fund's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- They form part of a contract containing one or more embedded derivatives, and IFRS 9 permits the entire combined contract to be designated as at fair value through profit or loss (FVTPL).

2.6 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

2.7 Lease of fixed assets (from the perspective of a lessee) – Policies Applied from 1 January 2021

The Fund makes an assessment of whether a contract is, or contains, a lease at the inception of the contract. A finance lease is a lease that transfers substantially all the risks and rewards incidental to ownership of an asset leased by the Fund.

From the lessee's point of view, fixed tangible assets (Assets – RoU – Right-of-use) which are the subject of the lease agreement are capitalized and the liability is recognized.

The asset that is the subject of the lease is determined on the basis of the amount of initial measurement of the lease liability and lease payments paid before the commencement date less the lease incentives, and depreciated over the lease term, or over the useful life of the right-of-use asset, whichever is shorter. The depreciation charge for the right-of-use asset is recognized in the statement of profit or loss under depreciation/amortization of tangible and intangible fixed assets.

The liability that is the subject of the lease is measured at the present value of outstanding lease payments (with either property yield for the lease of property, or consumer credit interest rate for the lease of movable property used as the discount rate) and amortized. The Fund remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) if:

- the lease term has changed or there has been an important event or a change in circumstances, resulting in a change in the likelihood that an option will be exercised;
- lease payments have changed due to changes in an index or a rate, or changes in floating interest rates or changes in amounts expected to be paid under residual value guarantees;
- the lease agreement is modified and the lease modification is not accounted for as a separate lease.

Any rental deposit is measured at fair value at the date of initial recognition and the Asset (RoU) is adjusted for the difference between the nominal and fair value; the deposit is measured at amortized cost over the respective term. If the difference between the fair value and the nominal value is insignificant, the deposit is recognized at nominal value and the amortization is left out of account.

In the case of a finance sublease, the Asset (RoU) is reduced by the recognized Lease receivable from the sublessee.

Right-of-use assets are presented in the separate 'Right-of-use assets (RoU)' balance sheet caption.

The minimum lease payments made under a finance lease are distributed among the following:

- financial expenses recognized under 'Interest expense and similar expenses' in the statement of profit or loss; or
- a decrease in the liability.

2.8 Other assets and liabilities

Other assets and liabilities are classified as financial instruments that are measured at fair value and recognized in Other assets and Other liabilities.

2.9 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 other financial assets at fair value through other comprehensive income is also recorded in equity.

2.10 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.

2.11 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.

2.12 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.

2.13 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 members of the Management Board and the Fund's managing persons are considered key managing persons of the Fund.

2.14 Changes in accounting policies effective for the current accounting period

For the purposes of recognition, measurement and disclosure of financial instruments, since 1 January 2021 the Sub-fund has followed International Financial Reporting Standards regulated by directly applicable regulations of the European Union governing the application of international accounting standards ("IFRS").

2.15 Changes in Accounting Policies Arising from Adoption of New and Revised Standards – Impact of Standards and Interpretations Issued but Not Yet Effective

The Fund has considered the use of new standards and interpretations that are not yet effective for the current period but can be early adopted. The new standards and interpretations have not been applied in the preparation of these financial statements.

Annual Improvements – 2018–2021 cycle

(Effective for annual reporting periods beginning on or after 1 January 2022, with earlier application permitted.)

i. **Amendments to IFRS 9 *Financial Instruments***

The amendments clarify that in assessing whether an exchange of debt instruments between an existing debtor and a creditor occurred on terms that are materially different, fees included in the discounted present value of cash flows under the new terms may include only fees paid or received between the debtor and the creditor, including fees paid or received by the debtor or creditor on behalf of the counterparty.

ii. Amendments to Illustrative Examples to IFRS 16 *Leases*

The amendments remove from illustrative example 13, which is an appendix to IFRS 16, both the reference to compensation to the lessee by the lessor for leasehold improvements and the explanation of how the lessee accounts for that compensation.

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 2022 period, i.e. from 1 January 2022 to 31 December 2022. The 2021 data contain data from 1 January 2021 to 31 December 2021.

3.1 Cash in Hand and Balances with Central Banks

As at 31 December 2022 and 2021, the Fund recognized cash of CZK 97 thousand and CZK 95 thousand, respectively.

3.2 Receivables from Banks

Receivables from banks consist of balances of current accounts maintained with banks. As at 31 December 2022 and 2021, the Fund had receivables from banks amounting to CZK 22,840 thousand and CZK 11,085 thousand, respectively.

3.3 Receivables from Non-banking Entities

As at 31 December 2022 and 2021, the Fund recorded receivables from non-banking entities of CZK 2,272 thousand and CZK 2198 thousand, respectively, of which long-term loans provided to related parties were CZK 211 thousand and CZK 212 thousand, respectively (see Note 3.25.2).

(in CZK thousands)	31/ 12/ 2021	Additions	Disposals	31/ 12/ 2022
Enlin Karlín – loan of EUR 5 thousand	132	0	(1)	131
Kaya Services s.r.o.	1,986	30	0	2,016
Kaya Hematite s.r.o. – loan of EUR 3,2 thousand	80	1	0	81
ENERN Capital a.s. – interest on loan (EUR 326.5 thousand)	0	44	0	44
Total receivables from non-banking entities	**2,198**	**75**	**(1)**	**2,272**

(in CZK thousands)		
Interest rate	31/ 12/ 2022	31/ 12/ 2021
2% p.a.	2,272	**2,198**
Total provided loans	**2,272**	**2,198**

3.4 *Intangible Assets*

31 December 2022

(in CZK thousands)	Foundation costs	Software	Total
Cost			
As at 1 January 2022	269	60	329
Additions	0	0	0
Disposals	0	0	0
As at 31 December 2022	**0**	**0**	**0**
Allowances and accumulated amortization			
As at 1 January 2022	**269**	**60**	**329**
Amortization during year	0	0	0
As at 31 December 2022	**0**	**0**	**0**
Net book value			
As at 1 January 2022	**0**	**0**	**0**
As at 31 December 2022	**0**	**0**	**0**

31 December 2021

(in CZK thousands)	Foundation costs	Software	Total
Cost			
As at 1 January 2021	269	60	329
Additions	0	0	0
Disposals	0	0	0
As at 31 December 2021	**269**	**60**	**329**
Allowances and accumulated amortization			
As at 1 January 2021	**269**	**60**	**329**
Amortization during year	0	0	0
As at 31 December 2021	**269**	**60**	**329**
Net book value			
As at 1 January 2021	**0**	**0**	**0**
As at 31 December 2021	**0**	**0**	**0**

3.5 Operating tangible assets

31 December 2022

(in CZK thousands)	Tangible assets and technical improvements	Art works and collections	Total
Cost			
As at 1 January 2022	75	0	75
Additions	0	102	0
Disposals	0	0	0
As at 31 December 2022	**0**	**102**	**0**
Allowances and accumulated depreciation			
As at 1 January 2022	75	0	75
Depreciation during year	0	0	0
Disposals	0	0	0
As at 31 December 2022	**75**	**0**	**75**
Net book value			
As at 1 January 2022	**0**	**0**	**0**
As at 31 December 2022	**0**	**102**	**0**

31 December 2021

(in CZK thousands)	Tangible assets and technical improvements	Total
Cost		
As at 1 January 2021	**6,138**	**6,138**
Additions	0	0
Disposals	6,063	6,063
As at 31 December 2021	**75**	**75**
Allowances and accumulated depreciation		
As at 1 January 2021	75	75
Depreciation during year	636	636
Disposals	5,427	5,427
As at 31 December 2021	**6,138**	**6,138**
Net book value		
As at 1 January 2021	**6,063**	**6,063**
As at 31 December 2021	**0**	**0**

In 2022, the Fund acquired works of art in the amount of CZK 102 thousand.

3.6 Right-of-use assets (RoU) – lease

As of 1 January 2021, in connection with transition and for the purposes of disclosure of financial instruments in accordance with IFRS, the Fund applies IFRS 16 Leases. As a result of this change, a right-of-Use (RoU) asset was recognized as at 1 January 2021 that the Fund began to amortize in line with the relevant accounting policies.

Lease payments represent rental expense to be paid by the Fund for office space. Leases are negotiated for an average of 7 years, with the rental amount fixed for 5 years with the option to extend or terminate the agreement. The Fund also sub-leased some office space to third parties in 2021.

31 December 2021

(in CZK thousands)	Rental expense (RoU)	Total
Cost		
IFRS 16 reclassification as at 1 January 2021	6,609	6,609
Disposal (termination of lease agreement)	(6,609)	(6,609)
As at 31 December 2021	**0**	**0**
Accumulated amortization		
As at 1 January 2021	0	0
Amortization during year	1,195	1,195
Disposals (termination of lease agreement)	(1,195)	(1,195)
As at 31 December 2021	**0**	**0**
Net book value		
As at 1 January 2021	6,609	6,609
As at 31 December 2021	**0**	**0**

Amounts recognized in profit or loss in 2021:

(in CZK thousands)	2021
Depreciation expense for right-of-use assets	1,195

In 2021, the lease agreement was modified and the remaining part of the RoU and the lease liability of CZK 5,414 thousand was derecognized.

From 2022, the Fund uses short-term operating leases, which are recognized directly in expenses.

3.7 *Other assets*

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Trade receivables	74	298
Receivables from fees	0	6,861
Receivable from assignment of the lease agreement	0	5,600
Tax receivables	1	0
Advances granted	103	98
Other assets	**178**	**12,857**

Trade receivables as at	**Not yet due**	**Overdue**	**Total (in CZK thousands)**
31/ 12/ 2022	12	62	74
31/ 12/ 2021	2	0	2

As at 31 December 2021, receivables arising from fees relate to the fees from investors in the second closing of the ENERN TECH IV Sub-fund, which were transferred to the Fund's bank account at the beginning of 2022. The receivable from assignment of the lease agreement relates to a claim for payment for technical improvements made to the leased premises. See Receivables from related parties (Note 3.25.2).

3.8 *Prepayments and accrued income*

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Investor community costs	0	0
Hosting services	3	17
Other	98	165
Total prepayments and accrued income	**101**	**182**

Other prepaid expenses include, in particular, prepaid services and marketing strategy-related services.

3.9 *Other liabilities*

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Trade payables	212	656
Accruals and deferred income	113	338
Tax liabilities	84	1,396
Liabilities to employees	68	164
Social security and health insurance	39	95
Total other liabilities	**516**	**2,649**

As at 31 December 2022 and 2021, trade payables represent in particular invoiced advisory and consulting services.

Trade payables as at	Not yet due	Overdue	Total (in CZK thousands)
31/ 12/ 2022	72	141	213
31/ 12/ 2021	500	156	656

As at 31 December 2022 and 2021, no liabilities to financial, social security and health insurance authorities were overdue.

3.10 Provisions

As at 31 December 2022, the Fund recorded a provision for income tax of CZK 107 thousand. The total income tax expense for 2022 of CZK 874 thousand (see Note 3.25) was offset against the advance payments totaling CZK 767 thousand.

As at 31 December 2021, the total income tax expense for 2021 was CZK 1,343 thousand and was recognized in other liabilities (see Notes 3.9 and 3.25).

3.11 Accruals and deferred income

Accruals and deferred income (in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Advisory services	8,482	17,481
Other accruals	762	0
Total accruals and deferred income	**9,244**	**17,481**

Accruals and deferred income represent, in particular, unbilled deliveries of advisory services as at 31 December 2022 and 2021.

3.12 Equity

3.12.1 Basic Capital

The Company's basic capital was fully paid up. As at 31 December 2022 and 2021, it amounted to CZK 2,000 thousand and consisted of 10 shares with a nominal value of CZK 200 thousand each.

3.12.2 Shareholders

The shareholder structure as at 31 December 2022 and 2021 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**

3.13 Reserve Funds and Other Funds Created from Profit

The Fund creates neither reserve nor other funds from profit.

3.14 Capital Funds

Pursuant to the decision of the Fund's sole shareholder, ENERN Capital a.s., the shareholders of the Fund increased the capital funds to CZK 7,995 thousand as at 1 November 2022 in the form of a contribution in excess of basic capital.

3.15 Net Profit (Loss) for the Period

In 2022 and 2021, the Fund reported profit of CZK 1,441 thousand and CZK 4,084 thousand, respectively. The 2021 profit was fully transferred to retained earnings. No decision has yet been made on the distribution of the 2022 profit.

3.16 Interest Income and Similar Income

In 2022 and 2021, the Fund recorded interest income of CZK 246 thousand and CZK 153 thousand, respectively. In 2021, the income of CZK 105 thousand related to accounting for a lease agreement in accordance with IFRS 16 (see Note 3.6). In other cases, this was interest income from short- and medium-term loans; all income came from activities in the Czech Republic.

3.17 Fee and Commission Income

In 2022 and 2021, the Fund had income of CZK 67,544 thousand and CZK 57,384 thousand, respectively arising from fees for management of the ENERN TECH III and ENERN TECH IV Sub-funds. In 2022 and 2021, the income also includes fees from investors in the second closing of the ENERN TECH IV Sub-fund.

Geographical breakdown of fee and commission income:

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Czech Republic	65,779	56,400
EU	25	984
USA	1,740	0
Total fee and commission income	**67,544**	**57,384**

3.18 Fee and Commission Expense

Fee and commission expense include bank fees and amounted to CZK 41 thousand and CZK 94 thousand, respectively in 2022 and 2021.

3.19 Gains or Losses from Financial Transactions

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Foreign exchange differences – loss	(374)	(766)
Total gains or losses from financial transactions	**(374)**	**(766)**

3.20 Other Operating Income

Other operating income for 2022 and 2021 amounted to CZK 32 thousand and CZK 6,200 thousand, respectively and resulted in full from activities in the Czech Republic. In 2021, the income mainly related to the remuneration for the compensation of the value of the construction costs on the assignment of the lease agreement to a new lessee.

3.21 Other Operating Expenses

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Net book value of disposed assets and technical improvements	0	5,427
Other non-taxable expenses	517	329
Costs of acquisition of small fixed assets	207	270
Other	3,406	2,810
Total other operating expenses	**4,130**	**8,836**

The Other item mainly includes expenses related to the lease of an office space by means of an operating lease and conference fees.
In 2021, the net book value of disposed assets and technical improvements of CZK 5,427 thousand was offset by income for compensation of construction costs incurred in the amount of CZK 5,600 thousand.

3.22 Administrative Expenses

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Personnel costs	2,074	1,973
Legal and tax advisory services	354	291
Auditors' fee	305	126
of which: statutory audit of annual FS	*111*	*126*
Other advisory services	53,446	39,767
Donations	450	549
Other administrative expenses	4,343	4,077
Total administrative expenses	**60,972**	**46,783**

In 2022 and 2021, other advisory 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 tax and legal advisory services.

3.23 Personnel costs

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Wages, personnel costs and bonuses to employees	1,599	1,476
Social security and health insurance costs	475	497
Total personnel expenses	**2,074**	**1,973**

Employee statistics	31/ 12/ 2022	31/ 12/ 2021
Average number of employees	2	2
Number of other members of management	1	1
Number of members of the Management Board	2	2

The Fund has two members of the Management Board; however, only one of them receives remuneration for the performance of his/her office. In accordance with Article 54(5)(b) of Decree No. 501/2002, the Fund has decided not to disclose the remuneration of the members of the statutory body, as disclosure of such remuneration would in this case make it possible to determine the financial situation of a particular member of such body.

3.24 Depreciation and amortization of tangible and intangible fixed assets

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Tangible fixed assets depreciation	**0**	**1,831**
Office equipment	0	636
Right-of-use (RoU)	0	1,195
Intangible fixed assets amortization	**0**	**0**
Foundation and organization costs	0	0
Total depreciation and amortization	**0**	**1,831**

3.25 Income Tax

a) Deferred tax

As at 31 December 2022 and 2021, the Fund did not record different values of assets and liabilities for accounting and tax purposes and thus did not recognize any deferred tax.

b) Current tax expense

As at 31 December 2022 and 2021, the Fund recorded tax due of CZK 874 thousand and CZK 1,343 thousand, respectively. The income tax base was computed as follows:

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Profit before tax	**2,316**	**5,427**
Non-taxable revenues	**0**	**(1)**
Non-deductible expenses	**2,286**	**1,540**
Differences between tax and accounting depreciation	**0**	**488**
Difference between tax and accounting net book value of assets	**0**	**(382)**
Tax base	**4,602**	**7,070**
Tax loss carried forward	0	0
Current income tax due at 19% rate	**874**	**1,343**

3.26 Related Parties

3.26.1 Revenues and Expenses from Transactions with Related Parties

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Interest and similar income	50	19
Gains (+) or losses (-) from financial transactions	(12)	(63)
Administrative costs	16,790	13,286
Other operating expenses	0	(425)
Other operating income	32	764

3.26.2 Receivables from and Payables to Related Parties

(in CZK thousands)	31/ 12/ 2022	31/ 12/ 2021
Loans provided to non-banking entities	256	212
Other assets	0	12,759
Accruals and deferred income	2,888	5,766

In 2021, 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).

As at 31 December 2022 and 2021, accruals and deferred income relate to provided unbilled consultancy services.

Other assets as at 31 December 2021 represent the Fund's receivable from the fees from investors in the second closing of ENERN TECH IV Sub-fund that were not transferred to the Fund's bank account as at the financial statements date, along with the receivable from LYCOPAN s.r.o. from the payment of technical improvements made to the leased premises.

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

In 2022 or 2021, 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.

3.27 Fair Value of Assets and Liabilities

The best indication of fair value is quoted market price in an active market. Where such prices are available, they are used to measure the fair value (level 1 of the fair value hierarchy).

In case a market quote is used for valuation but due to restricted liquidity the market does not qualify as active (derived from available market liquidity indicators) the instrument is classified as level 2.

If no market prices are available, the fair value is measured by using valuation models which are based on observable market data. If all the significant inputs in the valuation model are observable the instrument is classified as level 2 of the fair value hierarchy. For level 2 valuations typically yield curves, credit spreads and implied volatilities are used as observable market parameters.

In some cases, the fair value can be determined neither on the basis of sufficiently frequent quoted market prices nor of valuation models that rely entirely on observable market data. In these cases individual valuation parameters not observable in the market are estimated on the basis of reasonable assumptions. If any unobservable input in the valuation model is significant or the price quote/transaction price used is updated infrequently, the instrument is classified as level 3 of the fair value hierarchy. In determining level 3 values, expert opinions using prescribed asset valuation methods (expected cash flows, market development, etc.) and the Administrator's assessment may be used to determine fair value.

a) Cash and cash equivalents

The fair value approximates their carrying amount. These financial assets are classified within level 2 of the fair value hierarchy.

b) Other assets, liabilities and accruals and deferred income at fair value classified as level 3.

c) Provisions include items with an estimated maturity of up to one year that are valued at their nominal value, which is considered to be comparable with the fair value. The valuation is classified as level 3.

Fair value hierarchy

In CZK thousands	Level 1	Level 2	Level 3	**Total**
As at 31 December 2022				
Financial assets at fair value through profit or loss				
Cash in hand and balances with central banks	0	97	0	**97**
Receivables from banks	0	22,840	0	**22,840**
Receivables from non-banking entities	0	0	2,272	**2,272**
Other assets	0	0	178	**178**
Total	0	22,937	2,450	**25,387**
Financial liabilities at fair value through profit or loss				
Other liabilities	0	0	516	**516**
Provisions	0	0	107	**107**
Accruals and deferred income	0	0	9,244	**9,244**
Total	0	0	9,867	**9,867**

In CZK thousands	Level 1	Level 2	Level 3	**Total**
As at 31 December 2021				
Financial assets at fair value through profit or loss				
Cash in hand and balances with central banks	0	95	0	**95**
Receivables from banks	0	11,085	0	**11,085**
Receivables from non-banking entities	0	0	2,198	**2,198**
Other assets	0	0	12,857	**12,857**
Total	0	11,180	15,055	**26,235**
Financial liabilities at fair value through profit or loss				
Other liabilities	0	0	2,649	**2,649**
Accruals and deferred income	0	0	17,481	**17,481**
Total	0	0	20,130	**20,130**

Sensitivity of fair value to changes in unobservable inputs

In CZK thousands	Receivables from non-banking entities	Other assets	**Total**
Balance as at 1 January 2022	**2,198**	**12,857**	**15,055**
Payment of receivables, payables and settlement of advances	0	(12,844)	**(12,844)**
Outstanding services	0	161	**161**
Income tax	0	0	**0**
Interest income	90	0	**90**
Exchange rate gain/ (loss)	(16)	4	**(12)**
Balance as at 31 December 2022	**2,272**	**178**	**2,450**

In CZK thousands	Other liabilities	Provisions	Accruals and deferred income	Total
Balance as at 1 January 2022	**2,649**	**0**	**17,481**	**20,130**
Payment of receivables, payables and settlement of advances	(2,649)	0	(17,481)	**(20,130)**
Outstanding services	495	0	9,014	**9,509**
Income tax	0	107	0	**107**
Exchange rate gain/ (loss)	21	0	230	**251**
Balance as at 31 December 2022	**516**	**107**	**9,244**	**9,867**

There were no transfers between levels 1, 2 and 3 in the fair value hierarchy during the year.

3.28 Classification of Financial Assets and Liabilities

The Fund classifies its financial assets and financial liabilities as measured at:

Assets

- fair value through profit or loss (FVTPL).

Liabilities

- fair value through profit or loss (FVTPL).

The following table provides a reconciliation between balance sheet items and measurement categories of financial assets and financial liabilities:

In CZK thousands	Financial assets at fair value	Financial liabilities at fair value	Total
As at 31 December 2022			
Cash in hand and balances with central banks	97	0	**97**
Receivables from banks	22,840	0	**22,840**
Receivables from non-banking entities	2,272	0	**2,272**
Other assets	178	0	**178**
Other liabilities	0	516	**(516)**
Provisions	0	107	**(107)**
Accruals and deferred income	0	9,244	**(9,244)**
Total	**25,387**	**9,867**	**15,520**

3.29 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.

3.29.1 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 currency risk is associated with foreign currency transactions and the resulting foreign currency balances. The functional currency of the Fund is CZK and if a realized transaction is denominated in another currency, it is converted, as are the balances of the receivables and liabilities resulting from the transaction. As a consequence, exchange rate differences arise with an impact on the overall profit/loss (exchange rate gains/losses).

As all of the Fund's revenues and the majority of its expenses (80%) are denominated in EUR, the currency risk is minimized through natural hedging.

A change in the EUR/CZK exchange rate of 3% and 5% would result in a change in the amount of costs that are not naturally hedged with an impact on the profit/loss of CZK 423 thousand and CZK 705 thousand, respectively.

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 2022

31 December 2022 (in CZK thousands)	CZK	EUR	Other	Total
Receivables from banks	4,394	18,415	31	22,840
Receivables from non-banking entities	2,016	256	0	2,272
Other assets	178	0	0	178
Total assets	**6,588**	**18,671**	**31**	**25,290**
Other liabilities	516	0	0	516
Provisions	107	0	0	107
Accruals and deferred income	762	8,482	0	9,244
Total equity and liabilities	**1,385**	**8,482**	**0**	**9,867**
Net open currency position	**5,203**	**10,189**	**31**	**15,423**

31 December 2021

31 December 2021 (in CZK thousands)	CZK	EUR	Other	Total
Receivables from banks	3,357	7,705	23	11,085
Receivables from non-banking entities	2,195	3	0	2,198
Other assets	5,698	7,159	0	12,857
Total assets	**11,250**	**14,867**	**23**	**26,140**
Other liabilities	2,649	0	0	2,649
Accruals and deferred income	14,492	2,989	0	17,481
Total equity and liabilities	**17,141**	**2,989**	**0**	**20,130**
Net open currency position	**(5,891)**	**11,878**	**23**	**6,010**

b) Interest Rate Risk

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

The Fund is exposed to the effect of interest rate changes on the asset side, in particular interest on unrestricted cash deposited in the bank and interest on the loan to a related party. The Fund has no interest-bearing liabilities; interest rate risk is not material to the Fund.

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

31 December 2022

31 December 2022 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	No interest	Total
Receivables from banks	22,840	0	0	0	0	22,840
Receivables from non-banking entities	0	0	2,272	0	0	2,272
Other assets	0	0	0	0	178	178
Total assets	**22,840**	**0**	**2,272**	**0**	**178**	**25,290**
Other liabilities	0	0	0	0	516	516
Provisions	0	0	0	0	107	107
Accruals and deferred income	0	0	0	0	9,244	9,244
Total equity and liabilities	**0**	**0**	**0**	**0**	**9,867**	**9,867**
Difference	**22,840**	**0**	**2,272**	**0**	**(9,689)**	**15,423**

31 December 2021

31 December 2021 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	No interest	Total
Receivables from banks	11,085	0	0	0	0	11,085
Receivables from non-banking entities	0	80	2,118	0	0	2,198
Other assets	0	0	0	0	12,857	12,857
Total assets	**11,085**	**80**	**2,118**	**0**	**12,857**	**26,140**
Other liabilities	0	0	0	0	2,649	2,649
Accruals and deferred income	0	0	0	0	17,481	17,481
Total equity and liabilities	**0**	**0**	**0**	**0**	**20,130**	**20,130**
Difference	**11,085**	**80**	**2,118**	**0**	**(7,273)**	**6,010**

3.29.2 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 Fund has sufficient sources of liquid assets to meet the current costs of its asset management activities over the long term; as a result, no difficulties are expected in meeting the ordinary costs of the Fund.

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 undiscounted book values broken down according to the earliest of the settlement, valuation or maturity date.

31 December 2022

31 December 2022 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	Unspecified	Total
Receivables from banks	22,840	0	0	0	0	22,840
Receivables from non-banking entities	0	0	2,414	0	0	2,414
Other assets	74	104	0	0	0	178
Total assets	**22,914**	**104**	**2,272**	**0**	**0**	**25,432**
Other liabilities	0	516	0	0	0	516
Provisions	0	107	0	0	0	107
Accruals and deferred income	9,244	0	0	0	0	9,244
Total equity and liabilities	**9,244**	**623**	**0**	**0**	**0**	**9,867**
Difference	**13,670**	**(519)**	**2,272**	**0**	**0**	**15,565**

Receivables from non-banking entities at the current interest rate of 2% p.a. will increase by CZK 142 thousand at maturity (31 July 2026); the Fund expects to have sufficient liquid resources to pay them.

31 December 2021

31 December 2021 (in CZK thousands)	Up to 3 months	3-12 months	1-5 years	More than 5 years	Unspecified	Total
Receivables from banks	11,085	0	0	0	0	11,085
Receivables from non-banking entities	0	80	2,118	0	0	2,198
Other assets	7,159	5,698	0	0	0	12,857
Total assets	**18,244**	**5,698**	**2,118**	**0**	**0**	**26,140**
Other liabilities	2,649	0	0	0	0	2,649
Accruals and deferred income	0	17,481	0	0	0	17,481
Total equity and liabilities	**2,649**	**17,481**	**0**	**0**	**0**	**20,130**
Difference	**15,595**	**(11,783)**	**2,118**	**0**	**0**	**6,010**

3.29.3 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), as well as from UniCredit Bank (rating BBB+; operating in the Czech Republic) and receivables from short-term and long-term loans provided to group companies and affiliated companies where the Fund has detailed information available on their financial position and the structure of their assets and liabilities. The maximum exposure to credit risk on financial assets corresponds to their fair values recognized in the balance sheet.

3.29.4 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.

3.29.5 Subsequent Events

The Fund's management has analyzed the potential impact of changing micro and macroeconomic conditions on the Fund's performance, financial position and operations and has not identified any effect on the going concern assumption or any significant impact on the Fund financial position or operations with respect to this situation as of the date of the financial statements.

In view of the above, the financial statements for the year ended 31 December 2022 were prepared on the assumption that the Fund would be able to continue as a going concern.

In Prague, 28 April 2023

.....

Iva Nováková
Chair of the Management Board