

ELENIA LÄMPÖ OY
FINANCIAL STATEMENTS

December 31, 2015

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ANNUAL REPORT

General This annual report covers the financial year from January 1 to December 31, 2015. The head office of Elenia Heat is located in Hämeenlinna. The company's main products are district heating production and distribution, natural gas sales and distribution, and electricity generation. The company engages in business operations in the Häme, Central Finland and Northern Ostrobothnia regions.

Risks The risks associated with the company's business operations are primarily related to heat demand, fuel prices and electricity prices. Changes in average yearly temperature influence the demand for the products sold by the company and thereby affect its total revenue.

Ownership The company is 100 % owned by Elenia Oy.

Result and key figures

Due to warm temperatures during the year, heating sales declined by 5,6%, electricity generation decreased by 22,0% and gas sales decreased by 1,6%. Total revenue decreased by 4,3%, mainly due to low district heating volumes. However, operating profit was 25,3% higher compared to the previous year, as fuel mix concentrated on cost-effective domestic fuel qualities. The total efficiency of production and distribution increased. The company's solvency improved further, as non-refundable part of connection fees (EUR 675 thousand) was transferred to retained earnings. The company's financial position and result is illustrated by the following key figures:

	2015	2014	2013
Total revenue (EUR thousand)	70,826	73,970	73,022
EBITDA (EUR thousand)	22,671	19,824	18,529
Operating profit (EUR thousand)	13,225	10,553	9,592
Operating profit-%	18.7	14.3	13.1
Return on investment	16.8	13.1	11.9
Capital ratio	45.6	41.3	34.5
Investments (M€)	4.9	12.8	5.7

Share capital The company's share capital in the financial year 2014 was EUR 55,000.00. The share capital is divided into 100 shares with a nominal value of EUR 550. All shares carry equal voting rights in the shareholders' meeting.

Personnel The average number of personnel during the financial year was 88. Salaries and other personnel costs amounted to EUR 6,415 thousand.

Environment Elenia Lämpö Oy has continued to reduce its CO2 emissions per unit of energy generated in its production operations. This has been achieved by increasing the share of renewable biofuels and reducing the share of fossil fuels, natural gas in particular. Elenia Lämpö also installed two pellet boilers which replace use of oil-fired peak and reserve plants.

Events after the reporting period

There have been no material events since the end of the reporting period.

Outlook Business operations are expected to continue in a similar manner as before.

Board of Directors

The Chairman of the Board of Directors was Matti Manninen and the other members were Matteo Botto Poala, Andrew Cox and Mikko Räsänen. The company's auditor is Ernst & Young Oy.

The Board's proposal for the distribution of the profit

The Board of Directors proposes to the General Meeting of Shareholders that the profit for the period, EUR 4,443.92, be transferred to retained earnings, and that no dividend be paid.

Income statement

		1.1. - 31.12.2015	1.1. - 31.12.2014
Revenue	1.1	70,825,758.62	73,969,620.95
Other operating income	1.2.	1,221,750.01	2,039,240.47
Materials and service	1.3	-38,051,811.97	-44,885,501.77
Employee benefit expenses	1.4	-6,414,549.85	-6,176,780.88
Depreciation and amortisation	1.5	-9,446,202.95	-9,270,433.59
Other operating expenses	1.6	-4,910,015.75	-5,122,870.66
Operating profit		13,224,928.11	10,553,274.52
Finance income and costs	1.7	-174,472.46	-328,515.59
Profit before non-recurring items		13,050,455.65	10,224,758.93
Non-recurring items	1.8	-13,325,000.00	-9,110,000.00
Profit before appropriations and taxes		-274,544.35	1,114,758.93
Appropriations	1.9	315,570.87	-1,086,985.38
Income tax	2.0	-36,582.60	-22,623.65
Profit for the period		4,432.92	5,149.90

Balance sheet

		31.12.2015		31.12.2014	
ASSETS	Note				
Non-current assets					
Intangible assets	2.1				
Intangible rights		34,816.38		37,259.58	
Goodwill		547,899.61		2,582,159.17	
Other capitalised long-term expenditure		1,290,850.44	1,873,566.43	1,146,493.48	3,765,912.23
Tangible assets	2.2				
Land and water areas		621,823.59		611,879.19	
Buildings and constructions		8,859,194.48		9,083,840.81	
District heating network		28,185,306.82		27,603,037.42	
Natural gas network		1,421,415.58		1,603,295.42	
Machinery and equipment		48,228,063.91		50,661,851.98	
Other tangible assets		728,479.34		775,160.24	
Advance payments and construction in progress		217,586.17	88,261,869.89	1,384,067.74	90,964,031.15
Investments	2.3				
Holdings in associated companies		51,280.00			
Other shares and holdings		33.64	51,313.64	51,313.64	51,313.64
Total non-current assets			90,186,749.96		94,781,257.02
Current assets					
Inventories					
Materials and supplies			10,044,314.25		11,934,142.30
Short-term receivables	2.4				
Trade receivables		544,908.32		1,131,568.75	
Receivables from group companies		330,597.38		448,134.70	
Other receivables		75,418.15		72,142.11	
Prepayments and accrued income		9,618,800.31		11,215,177.30	
Total short-term receivables			10,569,724.16		12,867,022.86
Cash and cash equivalents			3,698,306.10		5,213,920.43
Total current assets			24,312,344.51		30,015,085.59
TOTAL ASSETS			114,499,094.47		124,796,342.61

Balance sheet		31.12.2015		31.12.2014
EQUITY AND LIABILITIES				
	Note			
Capital and reserves	3.1			
Subscribed capital		55,000.00		55,000.00
Share premium fund		82,687.57		82,687.57
Legal reserve		37,593.96		37,593.96
Retained earnings		13,620,975.44		12,940,181.81
Profit for the financial year (+) / loss (-)		4,443.92	13,800,700.89	5,149.90
				13,120,613.24
Accumulated appropriations	3.2		47,671,498.68	47,987,069.55
Provisions	3.3		0.00	0.00
Liabilities	3.4			
Non-current liabilities				
Connection fees		31,157,552.82		31,358,985.16
Other long term liabilities		75,423.00		0.00
			31,232,975.82	31,358,985.16
Current liabilities				
Trade payables		3,622,946.94		4,330,530.71
Liabilities to group companies		13,405,964.56		22,362,937.00
Other liabilities		868,594.40		400,313.07
Accruals and deferred income		3,896,413.18	21,793,919.08	5,235,893.88
				32,329,674.66
Total liabilities			53,026,894.90	63,688,659.82
TOTAL EQUITY AND LIABILITIES			114,499,094.47	124,796,342.61

Differentiated financial statements

	1.1.2015 - 31.12.2015	1.1.2014 - 31.12.2014	1.1.2015 - 31.12.2015	1.1.2014 - 31.12.2014	1.1.2015 - 31.12.2015	1.1.2014 - 31.12.2014
			Gas sales	Gas sales	Gas distribution	Gas distribution
Income statement, Gas business						
Total revenue	6,852,942.69	7,232,801.23	3,489,108.03	4,242,743.76	3,363,834.6	2,990,057.47
Other operating income	961.43	18,484.11	314.32	16,492.60	647.11	1,991.51
Materials and services	-4,767,784.94	-5,411,407.31	-2,375,765.92	-3,273,474.27	-2,392,019.02	-2,137,933.04
Personnel expenses	-108,921.87	-41,871.02	-22,613.97	-481.31	-86,307.90	-41,389.71
Depreciation and amortisation	-613,420.42	-613,004.21	0.00	0.00	-613,420.42	-613,004.21
Other operating expenses	-119,786.63	-102,562.62	-63,314.41	-65,281.43	-56,472.22	-37,281.19
Operating profit	1,243,990.26	1,082,440.18	1,027,728.05	919,999.35	216,262.21	162,440.83
Finance income and expenses	-17,447.25	-32,851.56	-8,883.08	-19,270.65	-8,564.15	-13,580.91
Profit before non-recurring items	1,226,543.01	1,049,588.62	1,018,844.96	900,728.70	207,698.06	148,859.92
Non-recurring items +/-	-1,332,500.00	-911,000.00	-1,332,500.00	-911,000.00	0.00	0.00
Profit before appropriations and taxes	-105,956.99	138,588.62	-313,655.04	-10,271.30	207,698.06	148,859.92
Appropriations	506,065.96	487,665.37	0.00	0.00	506,065.96	487,665.37
Income tax	-80,021.79	-125,250.80	-80,021.79	-125,250.80	0.00	0.00
Profit for the financial year	320,087.18	501,003.19	-393,676.84	-135,522.09	713,764.02	636,525.29

	31.12.2015	31.12.2014	31.12.2015	31.12.2014	31.12.2015	31.12.2014	31.12.2015	31.12.2014
			Gas sales	Gas sales	Gas distribution	Gas distribution	Gas distribution	Gas distribution
Balance sheet, Gas business								
ASSETS								
Non-current assets								
Intangible assets	87,372.00	449,069.28	0.00	0.00	87,372.00	449,069.28		
Tangible assets	1,709,102.48	1,900,230.05	0.00	0.00	1,709,102.48	1,900,230.05		
Total non-current assets	1,796,474.48	2,349,299.33	0.00	0.00	1,796,474.48	2,349,299.33		
Current assets								
Short-term receivables	606,803.85	641,705.00	300,273.33	400,439.00	306,530.52	241,266.00		
Cash and cash equivalents	6,552,601.10	6,841,366.30	6,552,601.10	6,841,366.30	0.00	0.00		
Total current assets	7,159,404.95	7,483,071.30	6,852,874.43	7,241,805.30	306,530.52	241,266.00		
TOTAL ASSETS	8,955,879.43	9,832,370.63	6,852,874.43	7,241,805.30	2,103,005.00	2,590,565.33		

	31.12.2015	31.12.2014	Gas sales 31.12.2015	Gas sales 31.12.2014	Gas distribution 31.12.2015	Gas distribution 31.12.2014
Balance sheet						
Gas business						
EQUITY AND LIABILITIES						
Capital and reserves						
Subscribed capital						
Legal reserve						
Retained earnings	1,716,380.70	1,215,377.51	6,133,095.33	6,268,617.43	-4,416,714.63	-5,053,239.92
Profit for the financial year (+) / loss (-)	320,087.18	501,003.19	-393,676.84	-135,522.09	713,764.02	636,525.29
Total capital and reserves	2,036,467.88	1,716,380.70	5,739,418.50	6,133,095.33	-3,702,950.61	-4,416,714.63
Accumulated appropriations	1,396,887.82	1,902,953.78	0.00	0.00	1,396,887.82	1,902,953.78
Liabilities						
Non-current liabilities						
Connection fees	1,038,488.82	1,019,268.96	0.00	0.00	1,038,488.82	1,019,268.96
Current liabilities						
Trade payables	362,294.69	423,442.32	184,458.76	248,390.24	177,835.93	175,052.08
Liabilities to group companies	1,340,596.46	2,186,663.61	682,551.43	537,036.61	658,045.02	1,649,625.00
Other short-term liabilities	2,297,100.70	2,032,549.01			2,297,100.70	2,032,549.01
Accruals and deferred income	484,043.06	551,112.25	246,445.74	323,281.12	237,597.32	227,831.13
	4,484,034.91	5,193,767.19	1,113,455.93	1,018,709.97	3,370,578.98	4,085,057.22
Total liabilities	5,522,523.73	6,213,036.15	1,113,455.93	1,108,709.97	4,409,067.80	5,104,326.18
TOTAL EQUITY AND LIABILITIES	8,955,879.43	9,832,370.63	6,852,874.43	7,241,805.31	2,103,005.00	2,590,565.33

Allocation principles

Differentiated
calculations for gas

Items for which the allocation principle applied is
the share of the gas business of total revenue, the
allocation principle applied is 10 % (in 2014, 10 %)

Income statement, Gas business

Total revenue	Revenue differentiated by business segment
Other operating income	Other income differentiated by business segment
Materials and services	Materials and services differentiated by business segment
Personnel expenses	Personnel expenses differentiated by business segment
Depreciation and amortisation	Depreciation differentiated by business segment
Other operating expenses	Other expenses differentiated by business segment
Finance income and expenses	Share of gas business of total revenue
Non-recurring items	Share of gas business of total revenue
Income tax	Based on the business segment's differentiated income statement and balance sheet

Balance sheet, Gas business

Intangible assets	Intangible assets are differentiated by business segment
Tangible assets	Tangible assets are differentiated by business segment
Short-term receivables	Receivables are differentiated by business segment
Cash and cash equivalents	Allocated in such a way as to balance the segment's differentiated balance sheet
Subscribed capital	Subscribed capital, funds and reserves have not been allocated
Profit for the financial year (+) / loss (-)	Based on the business segment's differentiated result
Depreciation difference	Depreciation difference is differentiated by business segment
Connection fees	Connection fees are differentiated by business segment
Trade payables	Share of gas business of total revenue
Liabilities to group companies	Share of gas business of total revenue
Accruals and deferred income	Share of gas business of total revenue

Cash flow statement	1.1. - 31.12.2015	1.1. - 31.12.2014
Cash flow from operating activities		
Operating profit	13,224,928.11	10,553,274.52
Reversal of amortisation	9,446,202.95	9,270,433.59
Change in working capital	2,462,645.34	4,261,992.90
Finance expenses	-234,564.22	-385,725.75
Dividend income	55,500.00	45,000.00
Finance income	4,591.76	12,210.16
Taxes paid	-62,856.77	-43,633.75
Cash flow from operating activities	24,896,447.17	23,713,551.67
Investments		
Capital expenditure on intangible and tangible assets	-5,129,522.47	-12,904,434.24
Investment subsidies received	277,826.58	125,920.00
Divestment of intangible and tangible assets	0.00	15,310.55
Cash flow from investing activities	-4,851,695.89	-12,763,203.69
Cash flow before financial items	20,044,751.28	10,950,347.98
Financial items		
Increase in connection fees	474,211.39	597,995.10
Repayment of short-term loans	-13,000,000.00	-2,000,000.00
Group contribution (+/-)	-9,110,000.00	-8,600,000.00
Cash flow from financing activities	-21,560,365.61	-10,002,004.90
Change in cash and cash equivalents	-1,515,614.33	948,343.08
Cash and cash equivalents at the start of the period	5,213,920.43	4,265,577.35
Cash and cash equivalents at the end of the period	3,698,306.10	5,213,920.43

Notes to the financial statements

The company is a subsidiary of the Elenia Group, which is domiciled in Finland.

The consolidated financial statements are available in the following address: Televisiokatu 4, 00240 Helsinki.

Notes on the preparation of the financial statements

Measurement of non-current assets

Intangible and tangible assets are recorded in the balance sheet at acquisition cost reduced by planned depreciation. Planned depreciation is calculated using straight-line depreciation over the economic life of the asset. The values of buildings and land areas do not include revaluations.

The depreciation periods are:

	years
Intangible rights	3 – 5
Goodwill	10 – 15
Other capitalized long-term expenditures	5 – 10
Buildings and constructions	15 – 25
District heating network	30
Natural gas network	30
Machinery and equipment	5 – 30
Other tangible assets	20

Measurement of inventories

Inventories are recorded under the FIFO principle at acquisition cost, lower repurchasing cost or likely selling price.

Comparability with the previous year's figures

The figures in these financial statements are comparable with the previous year's figures.

Amounts in foreign currencies

Receivables and payables in foreign currencies have been converted to Finnish currency at the average exchange rate on the balance sheet date.

Investment subsidies

Received investment subsidies in the year 2015 were 277,827 €. They have been accounted for as a reduction of the investment.

NOTES TO THE INCOME STATEMENT

	1.1. - 31.12.2015	1.1. - 31.12.2014
1.1 Revenue by segment		
Heat	61,932,467.24	64,358,308.12
Natural gas	6,821,658.41	7,232,801.23
Electricity	1,543,970.00	1,860,883.00
Other sales	527,662.97	517,628.60
Total	70,825,758.62	73,969,620.95
1.2 Other operating income		
Lease income	61,436.01	60,745.09
Capital gains	20,366.94	27,885.43
Other operating income	1,139,947.06	1,950,609.95
Total	1,221,750.01	2,039,240.47
1.3 Materials and services		
Fuels	36,292,490.10	42,274,674.68
Change in inventory (increase -) / (decrease +)	348,036.29	985,239.59
External services.	1,411,285.58	1,625,587.50
Total	38,051,811.97	44,885,501.77
1.4 Personnel expenses		
Average number of personnel	88	90
Salaries	5,167,426.64	5,083,436.48
Pension expenses	924,873.01	913,978.12
Other employee expenses	322,250.20	179,366.28
Total	6,414,549.85	6,176,780.88
1.5 Depreciation and impairment		
Intangible rights	2,443.20	2,443.20
Goodwill	2,034,259.56	2,034,259.56
Other capitalised long-term expenditure	424,299.19	433,281.38
Buildings and constructions	598,911.23	498,389.67
District heating network	1,891,674.88	2,252,904.19
Natural gas network	220,096.46	219,913.90
Machinery and equipment	4,227,837.53	3,788,680.81
Other tangible assets	46,680.90	40,560.88
Total	9,446,202.95	9,270,433.59
1.6 Other operating expenses		
Rent and property expenses	922,693.70	1,201,167.09
Use and maintenance	650,288.80	655,629.55
External services	1,766,714.63	1,774,961.03
Other operating expenses	1,525,704.62	1,444,994.99
Total	4,865,401.75	5,076,752.66

	1.1. - 31.12.2015	1.1. - 31.12.2014
1.6.1 Auditors' fees		
Audit	46,118.00	46,118.00
Total	46,118.00	46,118.00
1.7 Finance income and expenses		
Dividend income		
From associated companies	55,500.00	45,000.00
From other companies	0.00	0.00
Total	55,500.00	45,000.00
Interest and other financial income		
Other interest income	4,591.76	12,210.16
Total	4,591.76	12,210.16
Interest and other financial expenses		
To group companies	225,914.25	383,543.11
Other interest expenses	8,649.97	2,182.64
Total	234,564.22	385,725.75
Financial income and expenses total	-174,472.46	-328,515.59
Non-recurring items		
Group contributions paid	13,325,000.00	9,110,000.00
Total	13,325,000.00	9,110,000.00
1.9 Appropriations		
Change in depreciation difference	-315,570.87	1,086,985.38
Total	-315,570.87	1,086,985.38
2.0 Income tax		
Tax effect of non-recurring items	-2,655,000.00	-1,822,000.00
Income taxes on ordinary operations	2,701,582.60	1,844,623.65
Total	36,582.60	22,623.65

Notes to the balance sheet

Non-current assets

	1.1. - 31.12.2015	1.1. - 31.12.2014
2.1 Intangible assets		
Intangible rights		
Acquisition cost, Jan 1	95,139.99	95,139.99
Acquisition cost, Dec 31	95,139.99	95,139.99
Accumulated depreciation, Jan 1	-57,880.41	-55,437.21
Depreciation	-2,443.20	-2,443.20
Book value, Dec 31	34,816.38	37,259.58
Goodwill		
Acquisition cost, Jan 1	30,363,890.51	30,363,890.51
Acquisition cost, Dec 31	30,363,890.51	30,363,890.51
Accumulated depreciation, Jan 1	-27,781,731.34	-25,747,471.78
Depreciation	-2,034,259.56	-2,034,259.56
Book value, Dec 31	547,899.61	2,582,159.17
Other capitalized long-term expenditure		
Acquisition cost, Jan 1	3,153,367.23	2,936,022.70
Additions	568,656.14	217,344.53
Acquisition cost, Dec 31	3,722,023.37	3,153,367.23
Accumulated depreciation, Jan 1	-2,006,873.75	-1,573,592.37
Depreciation	-424,299.18	-433,281.38
Book value, Dec 31	1,290,850.44	1,146,493.48
2.2 Tangible assets		
Land and water areas		
Acquisition cost, Jan 1	611,879.19	324,595.95
Additions	9,944.40	287,283.24
Acquisition cost, Dec 31	621,823.59	611,879.19
Book value, Dec 31	621,823.59	611,879.19
Buildings and constructions		
Acquisition cost, Jan 1	13,968,664.19	10,893,897.65
Additions	374,264.90	3,074,766.54
Acquisition cost, Dec 31	14,342,929.09	13,968,664.19
Accumulated depreciation, Jan 1	-4,884,823.38	-4,386,433.71
Depreciation	-598,911.23	-498,389.67
Book value, Dec 31	8,859,194.48	9,083,840.81
District heating network		
Acquisition cost, Jan 1	63,229,994.55	60,736,422.36
Additions	2,473,944.28	2,493,572.19
Acquisition cost, Dec 31	65,703,938.83	63,229,994.55
Accumulated depreciation, Jan 1	-35,626,957.13	-33,374,052.94
Depreciation	-1,891,674.88	-2,252,904.19
Book value, Dec 31	28,185,306.82	27,603,037.42

	1.1. - 31.12.2015	1.1. - 31.12.2014
Natural gas network		
Acquisition cost, Jan 1	6,060,461.41	6,050,576.44
Additions	38,216.62	9,884.97
Acquisition cost, Dec 31	6,098,678.03	6,060,461.41
Accumulated depreciation 1.1.	-4,457,165.99	-4,237,252.09
Depreciation	-220,096.46	-219,913.90
Book value, Dec 31	1,421,415.58	1,603,295.42
Machinery and equipment		
Acquisition cost, Jan 1	78,031,132.86	70,830,216.66
Additions	1,794,049.47	7,311,734.09
Divestments	-49,303.28	-110,817.89
Acquisition cost, Dec 31	79,775,879.05	78,031,132.86
Accumulated depreciation, Jan 1	-27,369,280.88	-23,676,107.41
Depreciation divestments	49,303.28	95,507.34
Depreciation	-4,227,837.54	-3,788,680.81
Book value, Dec 31	48,228,063.91	50,661,851.98
Other tangible assets		
Acquisition cost, Jan 1	1,037,606.22	894,575.89
Additions	0.00	143,030.33
Acquisition cost 31. 12.	1,037,606.22	1,037,606.22
Accumulated depreciation, Jan 1	-262,445.98	-221,885.10
Depreciation	-46,680.90	-40,560.88
Book value, Dec 31	728,479.34	775,160.24
Advance payments and construction in progress		
Acquisition cost 1.1.	624,966.09	1,384,067.74
Additions	4,851,695.89	12,778,514.24
Transferred to fixed assets	-5,259,075.81	-13,537,615.89
Book value, Dec 31	217,586.17	624,966.09
2.3 Investments		
Shares in associated companies		
Acquisition cost, Jan 1	51,280.00	51,280.00
Divestments	0.00	0.00
Acquisition cost, Dec 31	51,280.00	51,280.00
Book value, Dec 31	51,280.00	51,280.00
Other shares and participations		
Acquisition cost, Jan 1	33.64	33.64
Divestments	0.00	0.00
Acquisition cost, Dec 31	33.64	33.64
Book value, Dec 31	33.64	33.64

	1.1. - 31.12.2015	1.1. - 31.12.2014
2.4 Receivables		
Receivables from group companies		
Short-term		
Prepayments and accrued income	330,597.38	448,134.70
Total	330,597.38	448,134.70
Receivables from external parties		
Trade receivables	544,908.32	1,131,568.75
Other receivables	75,418.15	72,142.11
Prepayments and accrued income		
Periodised sales income	8,642,719.39	10,071,707.90
Other prepayments and accrued income	976,080.92	1,143,469.40
Total receivables	10,569,724.16	12,867,022.86
3.1 Capital and reserves		
Restricted equity		
Subscribed capital, Jan 1	55,000.00	55,000.00
Subscribed capital, Dec 31	55,000.00	55,000.00
Total	55,000.00	55,000.00
Share premium fund, Jan 1	82,687.57	82,687.57
Share premium fund, Dec 31	82,687.57	82,687.57
Legal reserve, Jan 1	37,593.96	37,593.96
Legal reserve, Dec 31	37,593.96	37,593.96
Total restricted equity	175,281.53	175,281.53
Unrestricted equity		
Retained earnings	12,945,331.71	6,848,158.27
Transfer of connection fees	675,643.73	6,092,023.54
Profit/loss for the financial year	4,443.92	5,149.90
Total unrestricted equity	13,625,419.36	12,945,331.71
Total capital and reserves	13,800,700.89	13,120,613.24
Distributable equity	13,625,419.36	12,945,331.71
3.2 Accumulated appropriations		
The accumulated appropriations are comprised of depreciation differences.		
Depreciation difference		
Intangible rights	2,443.20	2,443.20
Goodwill	2,004,259.56	1,998,831.39
Other capitalized long-term expenditure	-82,062.72	82,572.75

	1.1. - 31.12.2015	1.1. - 31.12.2014
Buildings and constructions	-12,801.02	-135,661.13
District heating network	-983,895.47	-909,734.38
Natural gas network	154,800.16	145,591.02
Machinery and equipment	-772,714.41	-2,270,449.76
Other tangible assets	5,541.57	-578.47
	315,570.87	-1,086,985.38
Cumulative depreciation difference		
Intangible rights	-34,816.38	-37,259.58
Goodwill	-547,899.61	-2,552,159.17
Other capitalized long-term expenditure	-337,561.81	-255,499.09
Buildings and constructions	-969,504.24	-956,703.22
District heating network	-11,201,149.03	-10,217,253.56
Natural gas network	-1,225,526.81	-1,380,326.97
Machinery and equipment	-33,287,514.57	-32,514,800.16
Other tangible assets	-67,526.23	-73,067.80
	-47,671,498.68	-47,987,069.55
Deferred tax liability on the cumulative depreciation difference	9,534,299.74	9,597,413.91
3.3 Mandatory provisions		
Other mandatory provisions		
Provisions	0.00	0.00
3.4 Liabilities		
Long-term liabilities		
Refundable long-term liabilities are presented as long-term debt in the balance.		
Long-term liabilities		
Connection fee debt, Jan 1	31,358,985.16	36,853,013.60
Connection fee debt, Dec 31	31,157,552.82	31,358,985.16
Other long term debt	75,423.00	0.00
Total long-term liabilities	31,232,975.82	31,358,985.16
Short-term liabilities		
Short-term liabilities to external parties		
Trade payables	3,622,946.94	4,330,530.71
Other short-term liabilities	868,594.40	400,313.07
Accruals and deferred income		
Salaries and social security contributions	1,498,724.44	1,533,861.22
Other accrued expenses	2,397,688.74	3,702,032.66
Total	3,896,413.18	5,235,893.88
Total short-term liabilities to external parties	8,387,954.52	9,966,737.66

Shares and participations

	Holding	Share of votes	Shares	Nominal value of shares (EUR)	Book value quantity (EUR)
Associated companies					
Oriveden Aluelämpö Oy	50.0%	50.0%	300	51,000.00	51,280.00
Other shares and participations					
Oulaisten Vesiosuuskunta					33.64
					51,313.64

Signatures and auditor's note

March 18, 2016

Matteo Botto Poala

Andrew Cox

Mikko Räsänen

Matti Manninen, Chairman of the Board of Directors

Matti Tynjälä, Chief Executive Officer

Auditor's note

Auditor's report of the performed audit has been given today.

Helsinki, March 29, 2016

Ernst & Young Oy
Approved audit firm

Mikko Ryttilahti, approved auditor

List of accounting books and storage methods

Journal and general ledger	Computer file
Accounts payable	Computer file
Accounts receivable	Computer file
Memo vouchers	Paper vouchers, computer file
Accounts payable vouchers	Paper vouchers, computer file
Accounts receivable vouchers	Paper vouchers, computer file
Cash vouchers	Paper vouchers, computer file
Payroll vouchers	Paper vouchers, computer file
Inventory records	Computer file
Fixed asset register	Computer file

Auditor's report

(Translation)

To the Annual General Meeting of Elenia Lämpö Oy

We have audited the accounting records, the financial statements, the report of the Board of Directors, and the administration of Elenia Lämpö Oy for the year ended 31 December, 2015. The financial statements comprise the balance sheet, the income statement, the cash flow statement and notes to the financial statements.

Responsibility of the Board of Directors and the Managing Director

The Board of Directors and the Managing Director are responsible for the preparation of financial statements and report of the Board of Directors that give a true and fair view in accordance with the laws and regulations governing the preparation of the financial statements and the report of the Board of Directors in Finland. The Board of Directors is responsible for the appropriate arrangement of the control of the company's accounts and finances, and the Managing Director shall see to it that the accounts of the company are in compliance with the law and that its financial affairs have been arranged in a reliable manner.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements and on the report of the Board of Directors based on our audit. The Auditing Act requires that we comply with the requirements of professional ethics. We conducted our audit in accordance with good auditing practice in Finland. Good auditing practice requires that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and the report of the Board of Directors are free from material misstatement, and whether the members of the Board of Directors and the Managing Director are guilty of an act or negligence which may result in liability in damages towards the company or have violated the Limited Liability Companies Act or the articles of association of the company.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and the report of the Board of Directors. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements and report of the Board of Directors that give a true and fair view 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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements and the report of the Board of Directors.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements and the report of the Board of Directors give a true and fair view of the financial performance and financial position of the company in accordance with the laws and regulations governing the preparation of the financial statements and the report of the Board of Directors in Finland. The information in the report of the Board of Directors is consistent with the information in the financial statements.

The profit and loss accounts, the balance sheets and the notes for the separately presented natural gas operations are drawn up in accordance with the rules and provisions laid down in the Natural Gas Market Act.

Helsinki, March 29, 2016

Ernst & Young Oy
Authorized Public Accountant Firm

Mikko Rytillahti
Authorized Public Accountant

