
Stena Bulk Denmark ApS

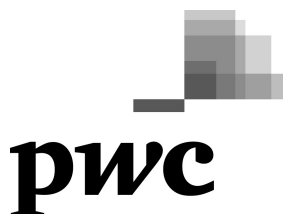
Tuborg Boulevard 12, 2., DK-2900 Hellerup

Annual Report for 1 January - 31 December 2021

CVR No 33 58 05 41

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
30/06 2022

Morten Rich
Chairman of the General
Meeting



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Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Stena Bulk Denmark ApS for the financial year 1 January - 31 December 2021.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2021 of the Company and of the results of the Company operations for 2021.

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

Hellerup, 29 June 2022

Executive Board

Morten Rich
Executive Officer

Erik Hånell
Executive Officer

Board of Directors

Aayush Giri

Sofia Elisabet Ericsson

Erik Hånell

Morten Rich

Independent Auditor's Report

To the Shareholder of Stena Bulk Denmark ApS

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year 1 January - 31 December 2021 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Stena Bulk Denmark ApS for the financial year 1 January - 31 December 2021, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the Financial Statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the

Independent Auditor's Report

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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Hellerup, 29 June 2022

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

René Otto Poulsen

State Authorised Public Accountant

mne26718

Company Information

The Company

Stena Bulk Denmark ApS
Tuborg Boulevard 12, 2.
DK-2900 Hellerup

CVR No: 33 58 05 41
Financial period: 1 January - 31 December
Incorporated: 22 March 2011
Financial year: 11st financial year
Municipality of reg. office: Gentofte

Board of Directors

Aayush Giri
Sofia Elisabet Ericsson
Erik Hånell
Morten Rich

Executive Board

Morten Rich
Erik Hånell

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Income Statement 1 January - 31 December

	Note	2021 TUSD	2020 TUSD
Gross profit/loss		-186	13
Income from investments in subsidiaries	2	-18.268	13.548
Income from investments in associates	3	3.335	1.409
Financial income	4	457	735
Financial expenses	5	-1.874	-9.568
Profit/loss before tax		-16.536	6.137
Tax on profit/loss for the year	6	1.453	210
Net profit/loss for the year		-15.083	6.347

Distribution of profit

Proposed distribution of profit

Extraordinary dividend paid	1.000	0
Reserve for net revaluation under the equity method	-7.893	14.481
Retained earnings	-8.190	-8.134
	-15.083	6.347

Balance Sheet 31 December

Assets

	Note	2021 TUSD	2020 TUSD
Investments in subsidiaries	7	60.411	84.877
Investments in associates	8	175	142
Fixed asset investments		60.586	85.019
Fixed assets		60.586	85.019
Receivables from group enterprises		3.908	527
Receivables from associates		10.877	6.240
Receivables		14.785	6.767
Currents assets		14.785	6.767
Assets		75.371	91.786

Balance Sheet 31 December

Liabilities and equity

	Note	2021 TUSD	2020 TUSD
Share capital		95	95
Reserve for net revaluation under the equity method		0	14.091
Retained earnings		30.059	32.249
Equity		30.154	46.435
Provisions relating to investments in associates		148	80
Provisions		148	80
Payables to group enterprises	9	15.000	15.000
Long-term debt	9	15.000	15.000
Trade payables		53	5
Payables to group enterprises	9	30.016	30.266
Short-term debt		30.069	30.271
Debt		45.069	45.271
Liabilities and equity		75.371	91.786
Main activity	1		
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Statement of Changes in Equity

	Share capital	Reserve for net revaluation under the equity method	Retained earnings	Total
	TUSD	TUSD	TUSD	TUSD
Equity at 1 January	95	14.091	32.249	46.435
Extraordinary dividend paid	0	0	-1.000	-1.000
Dividend from group enterprises	0	-6.000	6.000	0
Fair value adjustment of hedging instruments, subsidiaries	0	-198	0	-198
Net profit/loss for the year	0	-7.893	-7.190	-15.083
Equity at 31 December	95	0	30.059	30.154

Notes to the Financial Statements

1 Main activity

The primary activity of the company is to do business related to shipping and equity holding.

2 Income from investments in subsidiaries

	2021 TUSD	2020 TUSD
Share of profits of subsidiaries	0	15.149
Share of losses of subsidiaries	-16.667	0
Amortisation of goodwill	-1.601	-1.601
	-18.268	13.548

3 Income from investments in associates

Share of profits of associates	3.335	1.409
	3.335	1.409

4 Financial income

Other financial income	457	735
	457	735

5 Financial expenses

Interest paid to group enterprises	1.874	2.195
Other financial expenses	0	7.358
Exchange loss	0	15
	1.874	9.568

Notes to the Financial Statements

	2021 TUSD	2020 TUSD
6 Tax on profit/loss for the year		
Current tax for the year	-354	-122
Adjustment of tax concerning previous years	-1.099	-88
	-1.453	-210
7 Investments in subsidiaries		
Cost at 1 January	59.287	59.287
Cost at 31 December	59.287	59.287
Value adjustments at 1 January	25.590	12.432
Net profit/loss for the year	-16.667	15.149
Dividend to the Parent Company	-6.000	0
Fair value adjustment of hedging instruments for the year	-198	-390
Amortisation of goodwill	-1.601	-1.601
Value adjustments at 31 December	1.124	25.590
Carrying amount at 31 December	60.411	84.877
Positive differences arising on initial measurement of subsidiaries at net asset value	8.007	9.608

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Votes and ownership	Equity	Net profit/loss for the year
Stena Bulk A/S	Copenhagen	100%	52.404	-16.667

Notes to the Financial Statements

	2021 TUSD	2020 TUSD
8 Investments in associates		
Cost at 1 January	0	0
Cost at 31 December	0	0
Value adjustments at 1 January	-11.499	-12.908
Net profit/loss for the year	3.335	1.409
Value adjustments at 31 December	-8.164	-11.499
Equity investments with negative net asset value amortised over receivables	8.191	11.561
Equity investments with negative net asset value transferred to provisions	148	80
Carrying amount at 31 December	175	142

9 Long-term debt

Payments due within 1 year are recognised in short-term debt. Other debt is recognised in long-term debt.

The debt falls due for payment as specified below:

Payables to group enterprises

Between 1 and 5 years	15.000	15.000
Long-term part	15.000	15.000
Other short-term debt to group enterprises	30.016	30.266
	45.016	45.266

10 Contingent assets, liabilities and other financial obligations

Contingent liabilities

The Company has placed an security for associated companies debt of USD 5.123k.

The Company has given notice of support on going concern in associated companies.

Notes to the Financial Statements

	2021	2020
	TUSD	TUSD
10 Contingent assets, liabilities and other financial obligations (continued)		

11 Related parties

Consolidated Financial Statements

The Company is included in the Group Annual Report of the Ultimate Parent Company

Name	Place of registered office
Stena AB	Göteborg, Sverige

The Group Annual Report of Stena AB may be obtained at the following address: Stena AB, Masthuggskajen, SE-405 19 Göteborg, Sverige

Notes to the Financial Statements

12 Accounting Policies

The Annual Report of Stena Bulk Denmark ApS for 2021 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

Financial Statements for 2021 are presented in TUSD with exchange rate of USD 654,04 at 31 December 2021.

Changes in accounting estimates

Management has in the current financial year reassessed the classification of the cash pool account that has been classified as cash or as loan to the bank in the previous years.

The Company participates in a cash pooling arrangement with the bank and other members of the Stena Group of companies. As a result of such arrangements, the bank grants the Company the ability to deposit and withdraw funds from the bank account resulting in either a positive or negative cash balance (overdraft), subject to all members including the Company granting the bank a right of set-off. The Company does not remain liable to the bank for any overdraft as the primary obligor is the Parent Company and the bank has the right to set-off against the deposits of a related party that is a member to the agreement.

Based on above it is Management's assessment that the bank balances should be classified as either Receivables from or payables to group enterprises. Consequently, the comparatives have been amended accordingly.

Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act and to the consolidated financial statements of Stena AB, the Company has not prepared consolidated financial statements.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement.

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

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Notes to the Financial Statements

12 Accounting Policies (continued)

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Hedge accounting

Changes in the fair values of financial instruments that are designated and qualify as fair value hedges of a recognised asset or a recognised liability are recognised in the income statement as are any changes in the fair value of the hedged asset or the hedged liability related to the hedged risk.

Changes in the fair values of derivative financial instruments that are designated and qualify as hedges of expected future transactions are recognised in retained earnings under equity as regards the effective portion of the hedge. The ineffective portion is recognised in the income statement. If the hedged transaction results in an asset or a liability, the amount deferred in equity is transferred from equity and recognised in the cost of the asset or the liability, respectively. If the hedged transaction results in an income or an expense, the amount deferred in equity is transferred from equity to the income statement in the period in which the hedged transaction is recognised. The amount is recognised in the same item as the hedged transaction.

Changes in the fair values of financial instruments that are designated and qualify as hedges of net investments in independent foreign subsidiaries or associates are recognised directly in equity as regards the effective portion of the hedge, whereas the ineffective portion is recognised in the income statement.

Income Statement

Other external expenses

Other external expenses comprise the year's expenses relating to the entity's core activities, including expenses relating to administration etc.

Notes to the Financial Statements

12 Accounting Policies (continued)

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of other external expenses.

Income from investments in subsidiaries and associates

The items “Income from investments in subsidiaries” and “Income from investments in associates” in the income statement include the proportionate share of the profit for the year.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

Balance Sheet

Investments in subsidiaries and associates

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

The items “Investments in subsidiaries” and “Investments in associates” in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised inter-company profits or losses and with addition of the remaining value of any increases in value and goodwill calculated at the time of acquisition of the enterprises.

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

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

Notes to the Financial Statements

12 Accounting Policies (continued)

Receivables

Receivables are recognised in the balance sheet at amortised cost, which substantially corresponds to nominal value. Provisions for estimated bad debts are made.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts

Debts are measured at amortised cost, substantially corresponding to nominal value.