

EMF Tankers XVI ApS under frivillig likvidation

Kongens Nytorv 22, 1050 København K

Company reg. no. 40 06 88 72

Annual report

1 January - 14 October 2020

The annual report was submitted and approved by the general meeting on the



Mads Sørensen
Liquidator

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Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Liquidator's report

The liquidator has today presented the annual report of EMF Tankers XVI ApS under frivillig likvidation for the financial year 1 January to 14 October 2020.

The annual report has been presented in accordance with the Danish Financial Statements Act.

We consider the accounting policies used appropriate, and in our opinion the annual accounts provide a true and fair view of the company's assets and liabilities and its financial position at 14 October 2020 and of the company's results of its activities in the financial year 1 January to 14 October 2020.

We are of the opinion that the liquidator's review includes a fair description of the issues dealt with.

We recommend that the annual report be approved by the general meeting.

Copenhagen, 23 October 2020

Liquidator



Mads Sørensen

Independent auditor's report

To the shareholders of EMF Tankers XVI ApS under frivillig likvidation

Opinion

We have audited the annual accounts of EMF Tankers XVI ApS under frivillig likvidation for the financial year 1 January to 14 October 2020, which comprise accounting policies, profit and loss account, balance sheet and notes. The annual accounts are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the annual accounts give a true and fair view of the company's assets, liabilities and financial position at 14 October 2020 and of the results of the company's operations for the financial year 1 January to 14 October 2020 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with international standards on auditing and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the below section "Auditor's responsibilities for the audit of the annual accounts". We are independent of the company in accordance with international ethics standards for accountants (IESBA's Code of Ethics) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these standards and requirements. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

Liquidator's responsibilities for the annual accounts

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

Auditor's responsibilities for the audit of the annual accounts

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

As part of an audit conducted in accordance with international standards on auditing and the additional requirements applicable in Denmark, we exercise professional evaluations and maintain professional scepticism throughout the audit. We also:

Independent auditor's report

- Identify and assess the risks of material misstatement in the annual accounts, whether due to fraud or error, design and perform audit procedures in response 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 the risk of not detecting a misstatement resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of the 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 by the liquidator and the reasonableness of accounting estimates and related disclosures made by the liquidator.
- Evaluate the overall presentation, structure and contents of the annual accounts, including the disclosures in the notes, and whether the annual accounts reflect 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 the internal control that we identify during our audit.

Statement on the liquidator's review

The liquidator is responsible for the liquidator's review.

Our opinion on the annual accounts does not cover the management's review, and we do not express any kind of assurance opinion on the management's review.

In connection with our audit of the annual accounts, our responsibility is to read the management's review and in that connection consider whether the management's review is materially inconsistent with the annual accounts or our knowledge obtained during the audit, or whether it otherwise appears to contain material misstatement.

Furthermore, it is our responsibility to consider whether the liquidator's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we believe that the liquidator's review is in accordance with the annual accounts and that it has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not find any material misstatement in the liquidator's review.

Independent auditor's report

Copenhagen, 23 October 2020

Grant Thornton

State Authorised Public Accountants
Company reg. no. 34 20 99 36

Michael Beuchert

State Authorised Public Accountant
mne32794

Company information

The company	EMF Tankers XVI ApS under frivillig likvidation Kongens Nytorv 22 1050 København K
	Company reg. no. 40 06 88 72
	Financial year: 1 January - 14 October
	Commencement of the liquidation procedure: 23 April 2020
	The three-month time limit has expired: 23 July 2020
Liquidator	Mads Sørensen
Auditors	Grant Thornton, Statsautoriseret Revisionspartnerselskab Stockholmsgade 45 2100 København Ø
Bankers	Spar Nord A/S
Parent company	Martin Haugaard Holding ApS

Liquidator commentary

The principal activities of the company

The company's purpose is to invest directly and indirectly, as well as carrying on other activities that are naturally related to shipping.

Development in activities and financial matters

The results from ordinary activities after tax are TDKK 9.811 against TDKK -1.083 last year. The management consider the results satisfactory.

The company's associated enterprise has sold their vessel to unaffiliated third parties. The sale was successfully concluded and the vessel was delivered to new buyers.

Accounting policies

The most significant modifications caused by the liquidation

Assets and liabilities are measured at realisable values. As a result of the liquidation, all assets are recognised under current assets, whereas all liabilities are recognised as short-term liabilities.

Except from the changes mentioned above, the accounting policies used are unchanged compared to last year.

Translation of foreign currency

Transactions in foreign currency are translated by using the exchange rate prevailing at the date of the transaction. Differences in the rate of exchange arising between the rate at the date of transaction and the rate at the date of payment are recognised in the profit and loss account as an item under net financials.

Debtors, creditors, and other monetary items in foreign currency are translated by using the closing rate. The difference between the closing rate and the rate at the time of the occurrence or the recognition in the latest annual accounts of the amount owed or the liability is recognised in the profit and loss account under financial income and expenses.

Income statement

Gross loss

Gross loss comprises the external costs.

Other external costs comprise costs for administration.

Net financials

Net financials comprise interest, realised and unrealised capital gains and losses concerning financial assets and liabilities, amortisation of financial assets and liabilities, additions and reimbursements under the Danish tax prepayment scheme, etc. Financial income and expenses are recognised in the profit and loss account with the amounts that concerns the financial year.

Dividend from equity investments in associates is recognised in the financial year where the dividend is declared.

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

The company is subject to the Danish legislation concerning compulsory joint taxation with the Danish group enterprises.

Accounting policies

The current Danish corporate tax is allocated among the jointly taxed companies in proportion to their respective taxable income (full allocation with reimbursement of tax losses).

The balance sheet

Financial fixed assets

Equity investments in associates

Equity investments in associates are measured at cost. If the recoverable amount is lower than the cost, writedown for impairment is done to match this lower value.

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value. To counter expected losses, writedown is performed to net realisable value. The enterprise will be applying IAS 39 as the basis of interpretation for the recognition of impairment of financial assets, meaning that a loss must be recognised if there are objective indications of accounts receivable being unable to comply with payment obligations.

Available funds

Available funds comprise cash at bank and in hand.

Equity

Dividend

Dividend expected to be distributed for the year is recognised as a separate item under equity. Proposed dividend is recognised as a liability at the time of approval by the annual general meeting (time of declaration).

Liabilities

Other liabilities are measured at amortised cost which usually corresponds to the nominal value.

Income statement

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

<u>Note</u>	<u>1/1 2020</u> <u>- 14/10 2020</u>	<u>4/12 2018</u> <u>- 31/12 2019</u>
Gross loss	-2.056.138	-1.069
Income from equity investments in associates	11.901.899	0
Other financial income from group enterprises	0	2
1 Other financial costs	<u>-34.902</u>	<u>-16</u>
Pre-tax net profit or loss	9.810.859	-1.083
2 Tax on ordinary results	<u>0</u>	<u>0</u>
Net profit or loss for the year	9.810.859	-1.083
Proposed appropriation of net profit:		
Interim liquidation proceeds	18.364.485	0
Allocated from retained earnings	<u>-8.553.626</u>	<u>-1.083</u>
Total allocations and transfers	9.810.859	-1.083

Statement of financial position

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

Assets		
<u>Note</u>	<u>14/10 2020</u>	<u>31/12 2019</u>
Non-current assets		
3 Equity investments in associates	0	9.938
Total investments	0	9.938
Total non-current assets	0	9.938
Current assets		
Amounts owed by group enterprises	81.413	81
Total receivables	81.413	81
Available funds	1.933.518	584
Total current assets	2.014.931	665
Total assets	2.014.931	10.603

Statement of financial position

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

Equity and liabilities		<u>14/10 2020</u>	<u>31/12 2019</u>
Note			
Equity			
4	Contributed capital	11.617.982	11.618
5	Results brought forward	-9.636.204	-1.083
	Total equity	<u>1.981.778</u>	<u>10.535</u>
 Liabilities other than provisions			
	Debt to group enterprises	32.813	33
	Other debts	340	35
	Total short term liabilities other than provisions	<u>33.153</u>	<u>68</u>
	Total liabilities other than provisions	<u>33.153</u>	<u>68</u>
	Total equity and liabilities	<u>2.014.931</u>	<u>10.603</u>
 6 Charges and security			
7 Contingencies			

Notes

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

	1/1 2020 - 14/10 2020	4/12 2018 - 31/12 2019
1. Other financial costs		
Interest, group enterprises	0	1
Other financial costs	34.902	15
	<u>34.902</u>	<u>16</u>
2. Tax on ordinary results		
Tax of the results for the year	0	0
	<u>0</u>	<u>0</u>
3. Equity investments in associates		
Acquisition sum, opening balance 1 January 2020	9.937.897	0
Additions during the year	0	9.938
Cost 14 October 2020	<u>9.937.897</u>	<u>9.938</u>
Revaluation, opening balance 1 January 2020	-9.937.897	0
Writedown 14 October 2020	<u>-9.937.897</u>	<u>0</u>
Carrying amount, 14 October 2020	<u>0</u>	<u>9.938</u>
4. Contributed capital		
Contributed capital 1 January 2020	11.617.982	50
Cash capital increase	0	11.568
	<u>11.617.982</u>	<u>11.618</u>

Notes

Amounts concerning 2020: DKK.

Amounts concerning 2019: DKK thousand.

	<u>14/10 2020</u>	<u>31/12 2019</u>
5. Results brought forward		
Results brought forward 1 January 2020	-1.082.578	0
Profit or loss for the year brought forward	-8.553.626	-1.083
Interim liquidation proceeds	18.364.485	0
Distributed interim liquidation proceeds	-18.364.485	0
	<u>-9.636.204</u>	<u>-1.083</u>

6. Charges and security

The company has no contingent liabilities as of 14 October 2020.

7. Contingencies

Contingent liabilities

The company has no contingent liabilities as of 14 October 2020.

Joint taxation

Martin Haugaard Holding ApS, company reg. no 38 75 17 51 being the administration company, the company is subject to the Danish scheme of joint taxation and unlimited jointly and severally liable with the other jointly taxed companies for the total corporation tax.

The company is unlimited jointly and severally liable with the other jointly taxed companies for any obligation to withhold tax on interest, royalties and dividends.

Any subsequent adjustments of corporate taxes or withheld taxes etc. may cause changes in the company's liabilities.