

Annual report 2015



MALIK SUPPLY A/S
Skibbrogade 5, 3. tv.
9000 Aalborg
Central Business Registration No. 12 65 51 42

The Annual General Assembly adopted the annual report at 02.02.2016

Chairman of the General Meeting

Name: Steen Møller



Contents

	<u>Page</u>
Entity details	1
Statement by Management on the annual report	2
Independent auditor's reports	3
Management commentary	5
Accounting policies	7
Consolidated income statement for 2015	14
Consolidated balance sheet at 31.12.2015	15
Consolidated statement of changes in equity for 2015	17
Consolidated cash flow statement for 2015	18
Notes to consolidated financial statements	19
Parent income statement for 2015	25
Parent balance sheet at 31.12.2015	26
Parent statement of changes in equity for 2015	28
Notes to parent financial statements	29



Entity details

Entity

Malik Supply A/S
Skibbrogade 5, 3. tv.
9000 Aalborg

Central Business Registration No: 12655142

Registered in: Aalborg

Financial year: 01.01.2015 - 31.12.2015

Board of Directors

Eggert Thor Kristofersson

Bent Jørgensen

Gudjon Audunsson

Executive Board

Steen Møller

Entity auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Gøteborgvej 18

9200 Aalborg SV



Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Malik Supply A/S for the financial year 01.01.2015 - 31.12.2015.

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

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2015 and of the results of its operations and cash flows for the financial year 01.01.2015 - 31.12.2015.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Aalborg, 02.02.2016

Executive Board

Steen Møller

Board of Directors

Eggert Thor Kristofersson

Bent Jørgensen

Gudjon Audunsson



Independent auditor's reports

To the owners of Malik Supply A/S Report on the financial statements

We have audited the consolidated financial statements and parent financial statements of Malik Supply A/S for the financial year 01.01.2015 - 31.12.2015, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes for the Group as well as for the Parent and the consolidated cash flow statement. The consolidated financial statements and parent financial statements are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility for the consolidated financial statements and parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent 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 consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the consolidated financial statements and parent financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether consolidated financial statements and parent financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements and parent financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the consolidated financial statements and parent financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of consolidated financial statements and parent financial statements 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 entity'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 the overall presentation of the consolidated financial statements and parent financial statements.

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

Our audit has not resulted in any qualification.

Opinion

In our opinion, the consolidated financial statements and parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2015, and of the results of their operations and the Group's cash flows for the financial year 01.01.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

Statement on the management commentary

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the audit of the consolidated financial statements and parent financial statement.



Independent auditor's reports

On this basis, it is our opinion that the information provided in the management commentary is consistent with the consolidated financial statements and parent financial statements.

Aalborg, 02.02.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

René Winther Pedersen
State Authorised Public Accountant

CVR-nr. 33963556



Management commentary

	2015	2014	2013	2012	2011
	DKK'000	DKK'000	DKK'000	DKK'000	DKK'000
Financial high-lights					
Key figures					
Gross profit	36,918	29,251	5,630	7,917	11,232
Operating profit/loss	12,603	11,037	1,302	2,575	5,841
Net financials	(5,387)	(4,542)	1,304	(109)	1,743
Profit/loss for the year	5,572	4,851	2,368	1,970	5,959
Total assets	139,119	145,784	73,219	85,204	87,973
Investments in property, plant and equipment	3,959	21,595	318	845	1,198
Equity	33,934	28,362	23,511	21,142	19,172
Ratios					
Return on equity (%)	17.9	18.7	10.6	9.8	33.6
Equity ratio (%)	24.4	19.5	32.1	24.8	21.8

The key figures and ratios for 2013, 2012 and 2011 exclusively represent Malik Supply A/S.



Management commentary

Primary activities

The Group's primary activity consists of trade in oil for vessels.

Development in activities and finances

Profit for the year amounts to DKK 5,572k, which Management finds satisfactory.

Equity amounts to DKK 33,934k at 31.12.2015, or DKK 46,684k when including subordinate loan capital equal to an equity ratio of 24% and 32%, respectively.

Outlook

A satisfactory profit is expected for 2016.

Particular risks

Particular risks relating to oil prices and exchange rates are hedged by financial contracts to a great extent.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.



Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises.

The accounting policies applied for these consolidated financial statements and parent financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Consolidated financial statements

The consolidated financial statements comprise the Parent and the group enterprises (subsidiaries) that are controlled by the Parent. Control is achieved by the Parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way possibly or actually exercising controlling influence. Enterprises in which the Group, directly or indirectly, holds between 20% and 50% of the voting rights and exercises significant, but not controlling influence are regarded as associates.

Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of Parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income and expenses, intra-group accounts and dividends as well as profits and losses on transactions between the consolidated enterprises are eliminated. The financial statements used for consolidation have been prepared applying the Group's accounting policies.



Accounting policies

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements. Minority interests' pro rata shares of the profit/loss and the net assets are disclosed as separate items in the income statement and the balance sheet, respectively.

Investments in subsidiaries are offset at the pro rata share of such subsidiaries' net assets at the takeover date, with net assets having been calculated at fair value.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date, or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses.

Income statement

Gross profit or loss

Gross profit or loss comprises of revenue, changes in inventories of finished goods, other operating income, and consumables and external expenses.

Revenue

Revenue from the sale of goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities, including rental income and gains from the sale of intangible assets and property, plant and equipment.

Cost of sales

Cost of sales comprises costs of sales for the financial year measured at cost, adjusted for ordinary inventory write-downs.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes write-downs of receivables recognised in current assets.



Accounting policies

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

Income from investments in associates

Income from investments in associates comprises the pro rata share of the individual associates' profit/loss after elimination of internal profits or losses.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, net capital gains on securities, payables and transactions in foreign currencies, amortisation of financial assets as well as tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Income taxes

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Balance sheet

Goodwill

Goodwill is amortised straight-line over its estimated useful life which is fixed based on the experience gained by Management for each business area. The amortisation period is seven to ten years since the goodwill relates to strategically acquired enterprises with a strong market position and a long-term earnings profile.

Goodwill is written down to the lower of recoverable amount and carrying amount.



Accounting policies

Property, plant and equipment

Land and buildings, plant and machinery as well as other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Buildings	20 years
Ships	10-15 years
Other fixtures and fittings, tools and equipment (residual value 77 DKK '000)	3-10 years
Leasehold improvements	5 years

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Investments in group enterprises

Investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity plus or minus unamortised positive, or negative, goodwill and minus or plus unrealised intra-group profits or losses.

Group enterprises with negative equity are measured at DKK 0, and any receivables from these enterprises are written down by the Parent's share of such negative equity value if it is deemed irrecoverable. If the negative equity value exceeds the amount receivable, the remaining amount is recognised under provisions if the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to Reserve for net revaluation according to the equity method under equity.

Goodwill is calculated as the difference between cost of the investments and fair value of the assets and liabilities acquired. Goodwill is amortised over its estimated useful life. The amortisation period is ten years since the goodwill relates to strategically acquired enterprises with a strong market position and a long-term earnings profile.



Accounting policies

Investments in group enterprises are written down to the lower of recoverable amount and carrying amount.

Investments in associates

Investments in associates are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the associates' equity value plus or minus unamortised positive, or negative, goodwill and minus or plus unrealised pro rata internal profits and losses.

Upon distribution of profit or loss, net revaluation of investments in associates is transferred to Reserve for net revaluation according to the equity method under equity.

Goodwill is calculated as the difference between cost of the investments and fair value of the pro rata share of assets and liabilities acquired. The amortisation period is ten years, since the goodwill represents for strategically acquired enterprises with a strong market position and a long-term earnings profile.

Investments in associates are written down to the lower of recoverable amount and carrying amount.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less write-downs for bad and doubtful debts.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises cash in hand and bank deposits.

Minority interests

Minority interests consist of non-controlling interests share of equity in subsidiaries not 100% owned by the parent company.



Accounting policies

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and tax-based value of assets and liabilities, for which the tax-based value of assets is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Deferred tax relating to re-taxation of previously deducted losses of foreign subsidiaries is recognised based on a specific assessment of the purpose of the individual subsidiary.

Other financial liabilities

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

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.

Income tax receivable or payable

Current tax payable or receivable is recognised in the balance sheet, stated as tax calculated on this year's taxable income, adjusted for prepaid tax.

Cash flow statement

The cash flow statement shows cash flows from operating, investing and financing activities as well as cash and cash equivalents at the beginning and the end of the financial year.

Cash flows from operating activities are presented using the indirect method and calculated as the operating profit/loss adjusted for non-cash operating items, working capital changes and income taxes paid.

Cash flows from investing activities comprise payments in connection with acquisition and divestment of enterprises, activities and fixed asset investments as well as purchase, development, improvement and sale, etc of intangible assets and property, plant and equipment, including acquisition of assets held under finance leases.

Cash flows from financing activities comprise changes in the size or composition of the contributed capital and related costs as well as the raising of loans, inception of finance leases, instalments on interest-bearing debt, purchase of treasury shares, and payment of dividend.



Accounting policies

Cash and cash equivalents comprise cash and short-term securities with an insignificant price risk less short-term bank debt.

Financial highlights

Financial highlights are defined and calculated in accordance with "Recommendations & Ratios 2010" issued by the Danish Society of Financial Analysts.

Ratios	Calculation formula	Ratios reflect
Return on equity (%)	$\frac{\text{Profit/loss for the year} \times 100}{\text{Average equity}}$	The Entity's return on capital invested in the Entity by the owners.
Equity ratio (%)	$\frac{\text{Equity} \times 100}{\text{Total assets}}$	The Financial strength of the Entity.



Consolidated income statement for 2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Gross profit		36,917,678	29,251
Staff costs	1	(19,924,430)	(14,682)
Depreciation, amortisation and impairment losses	2	<u>(4,390,028)</u>	<u>(3,532)</u>
Operating profit/loss		12,603,220	11,037
Income from investments in associates		(58,043)	(253)
Other financial income	3	507,153	479
Other financial expenses	4	<u>(5,835,717)</u>	<u>(4,768)</u>
Profit/loss from ordinary activities before tax		7,216,613	6,495
Tax on profit/loss from ordinary activities	5	<u>(1,793,278)</u>	<u>(1,679)</u>
Consolidated profit/loss		<u>5,423,335</u>	<u>4,816</u>
Minority interests' share of profit/loss		<u>148,889</u>	<u>35</u>
Profit/loss for the year		<u><u>5,572,224</u></u>	<u><u>4,851</u></u>
Proposed distribution of profit/loss			
Retained earnings		<u>5,572,224</u>	<u>4,851</u>
		<u>5,572,224</u>	<u>4,851</u>



Consolidated balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Goodwill		3,176,184	1,860
Intangible assets	6	<u>3,176,184</u>	<u>1,860</u>
Land and buildings		787,564	838
Ships		17,731,747	18,083
Other fixtures and fittings, tools and equipment		10,625,220	10,050
Leasehold improvements		0	32
Property, plant and equipment	7	<u>29,144,531</u>	<u>29,003</u>
Investments in associates		2,762,318	2,820
Fixed asset investments	8	<u>2,762,318</u>	<u>2,820</u>
Fixed assets		<u>35,083,033</u>	<u>33,683</u>
Manufactured goods and goods for resale		13,662,405	19,867
Prepayments for goods		0	9,851
Inventories		<u>13,662,405</u>	<u>29,718</u>
Trade receivables		67,492,176	73,189
Receivables from group enterprises		12,958,614	5,992
Other short-term receivables	11	2,781,055	766
Prepayments	12	3,634,551	171
Receivables		<u>86,866,396</u>	<u>80,118</u>
Cash		<u>3,506,696</u>	<u>2,265</u>
Current assets		<u>104,035,497</u>	<u>112,101</u>
Assets		<u><u>139,118,530</u></u>	<u><u>145,784</u></u>



Consolidated balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Contributed capital		1,140,000	1,140
Retained earnings		32,794,108	27,222
Equity		<u>33,934,108</u>	<u>28,362</u>
Minority interests	13	<u>660,358</u>	<u>809</u>
Provisions for deferred tax	14	1,067,042	970
Provisions		<u>1,067,042</u>	<u>970</u>
Subordinate loan capital		12,750,000	12,750
Bank loans		5,566,333	6,333
Non-current liabilities other than provisions	15	<u>18,316,333</u>	<u>19,083</u>
Current portion of long-term liabilities other than provisions	15	3,766,667	3,247
Bank loans		43,084,223	46,127
Prepayments received from customers		0	518
Trade payables		29,962,666	38,054
Income tax payable		1,687,154	1,578
Other payables		6,639,979	7,036
Current liabilities other than provisions		<u>85,140,689</u>	<u>96,560</u>
Liabilities other than provisions		<u>103,457,022</u>	<u>115,643</u>
Equity and liabilities		<u><u>139,118,530</u></u>	<u><u>145,784</u></u>
Subsidiaries	9		
Unrecognised rental and lease commitments	17		
Contingent liabilities	18		
Mortgages and securities	19		
Consolidation	20		

**Consolidated statement of changes in equity for 2015**

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	1,140,000	27,221,883	28,361,883
Profit/loss for the year	0	5,572,225	5,572,225
Equity end of year	1,140,000	32,794,108	33,934,108



Consolidated cash flow statement for 2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Operating profit/loss		12,603,217	11,037
Amortisation, depreciation and impairment losses		4,383,361	3,532
Working capital changes	16	62,450	(18,173)
Other adjustments		(151,667)	(50)
Cash flow from ordinary operating activities		16,897,361	(3,654)
Financial income received		507,153	479
Financial income paid		(5,835,717)	(4,247)
Income taxes refunded/(paid)		(1,808,388)	770
Cash flows from operating activities		9,760,409	(6,652)
Acquisition etc of property, plant and equipment		(4,917,024)	(20,291)
Sale of property, plant and equipment		242,500	190
Cash flows from investing activities		(4,674,524)	(20,101)
Loans raised		3,000,000	9,501
Instalments on loans etc		(3,801,169)	(5,089)
Cash flows from financing activities		(801,169)	4,412
Increase/decrease in cash and cash equivalents		4,284,716	(22,341)
Cash and cash equivalents beginning of year		(43,862,244)	(21,522)
Cash and cash equivalents end of year		(39,577,528)	(43,863)
Cash and cash equivalents at year-end are composed of:			
Cash		3,506,696	2,265
Short-term debt to banks		(43,084,224)	(46,128)
Cash and cash equivalents end of year		(39,577,528)	(43,863)



Notes to consolidated financial statements

	2015	2014
	DKK	DKK'000
1. Staff costs		
Wages and salaries	17,323,291	12,867
Pension costs	2,080,461	1,381
Other social security costs	349,509	296
Other staff costs	171,169	138
	19,924,430	14,682

Average number of employees	35	27
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In accordance with Section 98b(3) of the Danish Financial Statements Act, the Company has omitted to specify remuneration to management.

	2015	2014
	DKK	DKK'000
2. Depreciation, amortisation and impairment losses		
Amortisation of intangible assets	684,048	586
Depreciation of property, plant and equipment	3,668,012	2,946
Impairment losses on property, plant and equipment	37,968	0
	4,390,028	3,532

	2015	2014
	DKK	DKK'000
3. Other financial income		
Financial income arising from group enterprises	362,387	0
Interest income	144,766	479
	507,153	479

	2015	2014
	DKK	DKK'000
4. Other financial expenses		
Interest expenses	5,147,883	3,760
Financial expenses from associates	0	917
Other financial expenses	687,834	91
	5,835,717	4,768



Notes to consolidated financial statements

	2015	2014
	DKK	DKK'000
5. Tax on profit/loss from ordinary activities		
Tax on current year taxable income	1,687,154	1,459
Change in deferred tax for the year	106,124	220
	1,793,278	1,679
		Goodwill
		DKK
6. Intangible assets		
Cost beginning of year		6,840,469
Additions		2,000,000
Cost end of year		8,840,469
Amortisation and impairment losses beginning of year		(4,980,237)
Amortisation for the year		(684,048)
Amortisation and impairment losses end of year		(5,664,285)
Carrying amount end of year		3,176,184



Notes to consolidated financial statements

	Land and buildings DKK	Ships DKK	Other fix- tures and fittings, tools and equipment DKK	Leasehold improve- ments DKK
7. Property, plant and equipment				
Cost beginning of year	947,290	20,522,903	16,891,992	79,320
Additions	0	1,190,944	2,742,562	25,406
Disposals	0	0	(250,000)	0
Cost end of year	947,290	21,713,847	19,384,554	104,726
Depreciation and impairment losses beginning of the year	(108,686)	(2,439,625)	(6,864,314)	(46,448)
Impairment losses for the year	0	0	0	(37,968)
Depreciation for the year	(51,040)	(1,542,475)	(2,054,187)	(20,310)
Reversal regarding disposals	0	0	159,167	0
Depreciation and impairment losses end of the year	(159,726)	(3,982,100)	(8,759,334)	(104,726)
Carrying amount end of year	787,564	17,731,747	10,625,220	0
				Investments in associates DKK
8. Fixed asset investments				
Cost beginning of year				1,500,000
Cost end of year				1,500,000
Revaluations beginning of year				1,320,361
Amortisation of goodwill				(96,802)
Share of profit/loss for the year				38,759
Revaluations end of year				1,262,318
Carrying amount end of year				2,762,318



Notes to consolidated financial statements

	<u>Registered in</u>	<u>Corpo- rate form</u>	<u>Equity inte- rest %</u>
9. Subsidiaries			
Nordic Marine Oil A/S	Aalborg	A/S	100.0
Malik Supply Greenland ApS	Nuuk	ApS	100.0
G.O. af 01.10.2006	Nuuk	ApS	55.0

	<u>Registered in</u>	<u>Equity inte- rest %</u>
10. Associates		
Orsiivik ApS	Nuuk, Grøn- land	45.0

11. Other short-term receivables

Other receivables recognised under current assets consist of a credit note issued from a supplier and a contract concluded with a counterparty as well as other receivables.

12. Prepayments

The item consists of prepaid expenses.

13. Minority interests

There have not been any changes in minority interests. Changes for the financial year consist of shares of profit/loss of the minority interests.

	<u>2015 DKK</u>	<u>2014 DKK'000</u>
14. Deferred tax		
Intangible assets	(157,233)	(389)
Property, plant and equipment	1,448,363	1,438
Liabilities other than provisions	(224,088)	(79)
	<u>1,067,042</u>	<u>970</u>



Notes to consolidated financial statements

	Instalments within 12 months 2015 DKK	Instalments within 12 months 2014 DKK'000	Instalments beyond 12 months 2015 DKK
15. Long-term liabilities other than provisions			
Subordinate loan capital	0	0	12,750,000
Bank loans	3,766,667	3,166	5,566,333
Loans raised by the issuance of bonds	0	81	0
	3,766,667	3,247	18,316,333

	2015 DKK	2014 DKK'000
16. Change in working capital		
Increase/decrease in inventories	16,057,010	(8,580)
Increase/decrease in receivables	(6,747,936)	3,742
Increase/decrease in trade payables etc	(9,246,624)	(13,335)
	62,450	(18,173)

	2015 DKK	2014 DKK'000
17. Unrecognised rental and lease commitments		
Commitments under rental agreements or leases until expiry	63,272	67

18. Contingent liabilities

The Company has sold oil to a counterparty with an obligation to repurchase the oil at market price. At 31 December 2015, the obligation amounts to DKK 6,774k.

In relation to the rental contracts with Danish harbours, there is a potential obligation for cleaning-up.

The Company participates in a Danish joint taxation arrangement with Abaris Holding ApS serving as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable from the financial year 2013 for income taxes etc for the jointly taxed entities and from 1 July 2012 for obligations, if any, relating to the withholding of tax on interest, royalties and dividends for the jointly taxed entities.



Notes to consolidated financial statements

19. Mortgages and securities

Bank debt is secured on a floating charge of DKK 49,500k on the Company's fixed assets, inventories and unsecured claims. Moreover, there is a floating charge of DKK 40,500k secured on the companies' unsecured claims, inventories, intellectual property rights and fixed assets. The carrying amount of the assets charged is DKK 130,669k at 31.12.2015.

Bank debt has been secured by a deposited all-monies mortgage of DKK 12,000k on one of the Company's vessels. The carrying amount of the asset charged is DKK 14,051k at 31.12.2015. Moreover, the bank has a mortgage registered to the owner on real property of DKK 3,500k.

The Group's bank has provided security towards cooperative partners amounting to DKK 50k.

The Group's bank has provided a guarantee for a rent deposit of DKK 236k.

20. Consolidation

Name and registered office of the Parent preparing consolidated financial statements for the largest group:

Abaris Holding ApS, Aalborg



Parent income statement for 2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Gross profit		11,641,553	7,367
Staff costs	1	(6,990,819)	(4,566)
Depreciation, amortisation and impairment losses	2	(517,496)	(381)
Operating profit/loss		4,133,238	2,420
Income from investments in group enterprises		3,375,869	3,059
Income from investments in associates		(58,043)	(253)
Other financial income	3	1,825,375	2,140
Other financial expenses	4	(2,925,132)	(1,830)
Profit/loss from ordinary activities before tax		6,351,307	5,536
Tax on profit/loss from ordinary activities	5	(779,083)	(685)
Profit/loss for the year		<u>5,572,224</u>	<u>4,851</u>
Proposed distribution of profit/loss			
Reserve for net revaluation according to the equity method		1,317,826	2,806
Retained earnings		4,254,398	2,045
		<u>5,572,224</u>	<u>4,851</u>



Parent balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Other fixtures and fittings, tools and equipment		1,403,797	1,496
Leasehold improvements		0	32
Property, plant and equipment	6	<u>1,403,797</u>	<u>1,528</u>
Investments in group enterprises		9,513,244	8,137
Investments in associates		2,762,318	2,821
Fixed asset investments	7	<u>12,275,562</u>	<u>10,958</u>
Fixed assets		<u>13,679,359</u>	<u>12,486</u>
Trade receivables		37,611,308	33,776
Receivables from group enterprises		32,632,215	34,742
Deferred tax assets		110,465	0
Other short-term receivables		636,625	82
Prepayments	8	413,746	62
Receivables		<u>71,404,359</u>	<u>68,662</u>
Cash		<u>3,496,909</u>	<u>2,250</u>
Current assets		<u>74,901,268</u>	<u>70,912</u>
Assets		<u>88,580,627</u>	<u>83,398</u>



Parent balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK'000</u>
Contributed capital	9	1,140,000	1,140
Reserve for net revaluation according to the equity method		8,050,563	6,733
Retained earnings		<u>24,743,544</u>	<u>20,489</u>
Equity		<u>33,934,107</u>	<u>28,362</u>
Provisions for deferred tax		<u>0</u>	<u>48</u>
Provisions		<u>0</u>	<u>48</u>
Subordinate loan capital		<u>12,750,000</u>	<u>12,750</u>
Non-current liabilities other than provisions		<u>12,750,000</u>	<u>12,750</u>
Current portion of long-term liabilities other than provisions		0	82
Bank loans		12,883,473	4,629
Prepayments received from customers		0	519
Trade payables		26,866,622	34,036
Payables to group enterprises		251,487	0
Income tax payable		937,275	668
Other payables		<u>957,663</u>	<u>2,304</u>
Current liabilities other than provisions		<u>41,896,520</u>	<u>42,238</u>
Liabilities other than provisions		<u>54,646,520</u>	<u>54,988</u>
Equity and liabilities		<u>88,580,627</u>	<u>83,398</u>
Contingent liabilities	10		
Mortgages and securities	11		

**Parent statement of changes in equity for 2015**

	Contributed capital DKK	Reserve for net revaluati- on according to the equity method DKK	Retained ear- nings DKK	Total DKK
Equity beginning of year	1,140,000	6,732,737	20,489,146	28,361,883
Profit/loss for the year	<u>0</u>	<u>1,317,826</u>	<u>4,254,398</u>	<u>5,572,224</u>
Equity end of year	<u>1,140,000</u>	<u>8,050,563</u>	<u>24,743,544</u>	<u>33,934,107</u>



Notes to parent financial statements

	2015	2014
	DKK	DKK'000
1. Staff costs		
Wages and salaries	6,010,813	3,991
Pension costs	900,086	519
Other social security costs	79,920	56
	6,990,819	4,566

Average number of employees	11	7
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In accordance with Section 98b(3) of the Danish Financial Statements Act, the Company has omitted to specify remuneration to management.

	2015	2014
	DKK	DKK'000
2. Depreciation, amortisation and impairment losses		
Depreciation of property, plant and equipment	479,528	381
Impairment losses on property, plant and equipment	37,968	0
	517,496	381

	2015	2014
	DKK	DKK'000
3. Other financial income		
Financial income arising from group enterprises	1,777,891	1,661
Interest income	47,484	479
	1,825,375	2,140

	2015	2014
	DKK	DKK'000
4. Other financial expenses		
Interest expenses	2,312,652	1,830
Other financial expenses	612,480	0
	2,925,132	1,830

	2015	2014
	DKK	DKK'000
5. Tax on profit/loss from ordinary activities		
Tax on current year taxable income	937,275	668
Change in deferred tax for the year	(158,192)	17
	779,083	685



Notes to parent financial statements

	Other fixtures and fittings, tools and equipment DKK	Leasehold improvements DKK
6. Property, plant and equipment		
Cost beginning of year	2,644,674	79,320
Additions	457,240	25,406
Disposals	(250,000)	0
Cost end of year	<u>2,851,914</u>	<u>104,726</u>
Depreciation and impairment losses beginning of the year	(1,148,066)	(46,448)
Impairment losses for the year	0	(37,968)
Depreciation for the year	(459,218)	(20,310)
Reversal regarding disposals	159,167	0
Depreciation and impairment losses end of the year	<u>(1,448,117)</u>	<u>(104,726)</u>
Carrying amount end of year	<u>1,403,797</u>	<u>0</u>
7. Fixed asset investments		
	Investments in group enterprises DKK	Investments in associates DKK
Cost beginning of year	2,725,000	1,500,000
Cost end of year	<u>2,725,000</u>	<u>1,500,000</u>
Revaluations beginning of year	3,412,375	1,320,361
Amortisation of goodwill	(204,048)	(96,802)
Share of profit/loss for the year	3,579,917	38,759
Revaluations end of year	<u>6,788,244</u>	<u>1,262,318</u>
Carrying amount end of year	<u>9,513,244</u>	<u>2,762,318</u>

8. Prepayments

The item consists of prepaid expenses.



Notes to parent financial statements

	<u>Number</u>	<u>Par value DKK</u>	<u>Nominal value DKK</u>
9. Contributed capital			
Ordinary shares	1,140	1,000	1,140,000
	1,140		1,140,000

10. Contingent liabilities

The Company participates in a Danish joint taxation arrangement with Abaris Holding ApS serving as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable from the financial year 2013 for income taxes etc for the jointly taxed entities and from 1 July 2012 for obligations, if any, relating to the withholding of tax on interest, royalties and dividends for the jointly taxed entities.

11. Mortgages and securities

Short-term bank debt is secured on a floating charge of DKK 24,000k on the Company's inventories and unsecured claims. Moreover, there is a total floating charge of DKK 40,500k relating to Malik Supply A/S and Nordic Marine Oil A/S secured on the companies' unsecured claims, inventories, intellectual property rights and fixed assets. The carrying amount of the assets charged is DKK 71,646k.

The floating charge is also provided as security for bank debt in subsidiary. The debt amounts to DKK 38,333k at 31.12.2015.

The Company has guaranteed a share of the bank debt of the group enterprise G.O. af 01.10.2006 ApS. The Company's share of the guarantee amounts to DKK 600k at 31.12.2015.

The Company has guaranteed the bank debt of the group enterprise Nordic Marine Oil A/S. The debt in the group enterprise amounts to DKK 38,333k at 31.12.2015.

The Company's bank has provided a guarantee for the rent deposit of DKK 236k.