



Samskip A/S

Vandvejen 7
8000 Aarhus C
CVR No. 20363231

Annual report 2021

The Annual General Meeting adopted the
annual report on 27.05.2022

Steen Osorio

Chairman of the General Meeting

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Entity details

Entity

Samskip A/S

Vandvejen 7

8000 Aarhus C

Business Registration No.: 20363231

Registered office: Aarhus

Financial year: 01.01.2021 - 31.12.2021

Board of Directors

Asbjörn Gislason, Chairman

Anders Christian Andersen

Steen Osorio

Executive Board

Steen Osorio, CEO

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Samskip A/S for the financial year 01.01.2021 - 31.12.2021.

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

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2021 and of the results of their operations and the consolidated cash flows for the financial year 01.01.2021 - 31.12.2021.

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.

Aarhus, 27.05.2022

Executive Board

Steen Osorio

CEO

Board of Directors

Asbjörn Gislason

Chairman

Anders Christian Andersen

Steen Osorio

Independent auditor's report

To the shareholders of Samskip A/S

Opinion

We have audited the consolidated financial statements and the parent financial statements of Samskip A/S for the financial year 01.01.2021 - 31.12.2021, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as the Parent, and the consolidated cash flow statement. The consolidated financial statements and the parent financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2021 and of the results of their operations and the consolidated cash flows for the financial year 01.01.2021 - 31.12.2021 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 consolidated financial statements and the parent financial statements" section of this auditor's report. We are independent of the Group 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 consolidated financial statements and the 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.

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

Auditor's responsibilities for the audit of the consolidated financial statements and the parent financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements and the parent 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 consolidated financial statements and parent 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 audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements and the parent 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 Group's and the Entity'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 consolidated financial statements and the parent 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 Group's and the Entity'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 consolidated financial statements and the parent 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 Group and the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements and the parent financial statements, including the disclosures in the notes, and whether the consolidated financial statements and the parent financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the consolidated financial statements and the parent financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements and the parent financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the consolidated financial statements and the parent financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with the consolidated financial statements and the parent financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Aarhus, 27.05.2022

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Lars Andersen

State Authorised Public Accountant
Identification No (MNE) mne34506

Management commentary

Financial highlights

	2021 DKK'000	2020 DKK'000	2019 DKK'000	2018 DKK'000	2017 DKK'000
Key figures					
Gross profit/loss	23,650	28,081	26,790	27,263	20,929
Operating profit/loss	2,550	3,267	(2,597)	2,295	3,148
Net financials	(421)	(20)	(295)	(295)	(101)
Profit/loss for the year	1,651	2,535	(2,282)	1,474	2,349
Balance sheet total	30,472	34,291	25,336	34,226	24,840
Equity	7,198	5,547	3,012	5,294	3,820
Ratios					
Return on equity (%)	25.91	59.24	(54.95)	32.35	72.95
Equity ratio (%)	23.62	16.18	11.89	15.47	15.38

Financial highlights are defined and calculated in accordance with the current version of "Recommendations & Ratios" issued by the CFA Society Denmark.

Return on equity (%):

$\frac{\text{Profit/loss for the year} * 100}{\text{Average equity}}$

Equity ratio (%):

$\frac{\text{Equity} * 100}{\text{Balance sheet total}}$

Primary activities

The company's main activity is shipping and transport business as well as related business.

Development in activities and finances

The Group's result shows a profit of DKK 1,651 thousand, against a profit of DKK 2,535 thousand, last year.

The Group have changed their accounting policies with regard to presentation in the cashflow statement.

In accordance with an interpretation from the Danish Business Authority, bank overdraft withdrawals are classified as cash flows from financing activities in the cash flow statements as opposed to previously when bank overdraft withdrawals were classified as cash in the cash flow statement.

The change results in an increase on cash flows from financing activities of DKK 1,118k in 2021 (DKK (44)k for 2020) and an increase in cash of DKK 2,422 31.12.2021 (DKK 1,303k 31.12.2020).

The comparative figures have been restated following the change in accounting policies.

Profit/loss for the year in relation to expected developments

The management considers the result for the year to be satisfactory.

Outlook

The group expects activity corresponding to 2021 and a profit result like 2021.

Knowledge resources

The Group's primary knowledge resources are employees and the historical know-how within shipping and the transport industry. The Group's future earnings are therefore conditional on knowledge resources within knowledge to this market.

Environmental performance

The Group's most significant impact on the environment can be attributed to fuel consumption. This is the group's interest to conduct environmentally sound operations.

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.

Consolidated income statement for 2021

	Notes	2021 DKK	2020 DKK
Gross profit/loss	1	23,649,655	28,080,772
Staff costs	2	(20,292,945)	(23,881,725)
Depreciation, amortisation and impairment losses	3	(806,852)	(931,879)
Operating profit/loss		2,549,858	3,267,168
Other financial income		0	192,238
Financial expenses from group enterprises		(138,224)	(166,207)
Other financial expenses		(283,274)	(46,334)
Profit/loss before tax		2,128,360	3,246,865
Tax on profit/loss for the year	4	(477,069)	(711,596)
Profit/loss for the year	5	1,651,291	2,535,269

Consolidated balance sheet at 31.12.2021

Assets

	Notes	2021 DKK	2020 DKK
Acquired intangible assets		56,158	278,512
Goodwill		618,748	812,500
Intangible assets	6	674,906	1,091,012
Other fixtures and fittings, tools and equipment		1,205,402	1,596,147
Property, plant and equipment	7	1,205,402	1,596,147
Deposits		600,000	904,400
Financial assets	8	600,000	904,400
Fixed assets		2,480,308	3,591,559
Trade receivables		14,585,269	17,650,555
Receivables from group enterprises		2,184,861	3,188,638
Deferred tax	9	115,000	70,000
Other receivables		719,145	634,439
Tax receivable		0	165,231
Prepayments	10	235,236	168,106
Receivables		17,839,511	21,876,969
Cash		10,152,595	8,822,165
Current assets		27,992,106	30,699,134
Assets		30,472,414	34,290,693

Equity and liabilities

	Notes	2021 DKK	2020 DKK
Contributed capital		644,329	644,329
Retained earnings		6,553,739	4,902,448
Equity		7,198,068	5,546,777
Lease liabilities		892,170	1,171,754
Deposits		562,346	551,815
Other payables	11	1,419,601	1,281,530
Non-current liabilities other than provisions	12	2,874,117	3,005,099
Current portion of non-current liabilities other than provisions	12	257,561	247,199
Bank loans		2,421,691	1,303,451
Trade payables		12,780,424	15,796,107
Payables to group enterprises		3,393,203	5,220,500
Tax payable		306,069	0
Other payables	13	1,241,281	3,171,560
Current liabilities other than provisions		20,400,229	25,738,817
Liabilities other than provisions		23,274,346	28,743,916
Equity and liabilities		30,472,414	34,290,693
Unrecognised rental and lease commitments	15		
Transactions with related parties	16		
Group relations	17		
Subsidiaries	18		

Consolidated statement of changes in equity for 2021

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	644,329	4,902,448	5,546,777
Profit/loss for the year	0	1,651,291	1,651,291
Equity end of year	644,329	6,553,739	7,198,068

Consolidated cash flow statement for 2021

	Notes	2021 DKK	2020 DKK
Operating profit/loss		2,549,858	3,267,168
Amortisation, depreciation and impairment losses		806,852	931,879
Working capital changes	14	(2,925,100)	1,912,844
Cash flow from ordinary operating activities		431,610	6,111,891
Financial income received		0	192,238
Financial expenses paid		(421,498)	(212,543)
Taxes refunded/(paid)		471,300	(34,947)
Cash flows from operating activities		481,412	6,056,639
Acquisition etc. of intangible assets		0	(51,749)
Acquisition etc. of property, plant and equipment		0	(1,716,160)
Cash flows from investing activities		0	(1,767,909)
Free cash flows generated from operations and investments before financing		481,412	4,288,730
Loans raised		1,118,240	1,418,953
Repayments of loans etc.		(269,222)	(43,877)
Cash flows from financing activities		849,018	1,375,076
Increase/decrease in cash and cash equivalents		1,330,430	5,663,806
Cash and cash equivalents beginning of year		8,822,165	3,158,359
Cash and cash equivalents end of year		10,152,595	8,822,165
Cash and cash equivalents at year-end are composed of:			
Cash		10,152,595	8,822,165
Cash and cash equivalents end of year		10,152,595	8,822,165

Notes to consolidated financial statements

1 Gross profit/loss

The group has used the opportunities to receive salary compensation for repatriated employees, and has in that connection received DKK 87k. in salary compensation in the financial year, against DKK 985k. last year.

2 Staff costs

	2021	2020
	DKK	DKK
Wages and salaries	17,918,512	21,262,645
Pension costs	1,596,590	1,671,197
Other social security costs	305,711	350,772
Other staff costs	472,132	597,111
	20,292,945	23,881,725
Average number of full-time employees	48	55

Information on the total remuneration to management is not provided with reference to the Danish Financial Statements Act §98b, section. 3, No. 2.

3 Depreciation, amortisation and impairment losses

	2021	2020
	DKK	DKK
Amortisation of intangible assets	416,107	593,146
Depreciation on property, plant and equipment	390,745	338,733
	806,852	931,879

4 Tax on profit/loss for the year

	2021	2020
	DKK	DKK
Current tax	522,069	113,878
Change in deferred tax	(45,000)	607,000
Adjustment concerning previous years	0	(9,282)
	477,069	711,596

5 Proposed distribution of profit/loss

	2021	2020
	DKK	DKK
Retained earnings	1,651,291	2,535,269
	1,651,291	2,535,269

6 Intangible assets

	Acquired intangible assets DKK	Goodwill DKK
Cost beginning of year	1,138,874	1,701,659
Cost end of year	1,138,874	1,701,659
Amortisation and impairment losses beginning of year	(860,361)	(889,159)
Amortisation for the year	(222,355)	(193,752)
Amortisation and impairment losses end of year	(1,082,716)	(1,082,911)
Carrying amount end of year	56,158	618,748

7 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	2,874,293
Cost end of year	2,874,293
Depreciation and impairment losses beginning of year	(1,278,146)
Depreciation for the year	(390,745)
Depreciation and impairment losses end of year	(1,668,891)
Carrying amount end of year	1,205,402
Recognised assets not owned by Entity	752,677

8 Financial assets

	Deposits DKK
Cost beginning of year	904,400
Disposals	(304,400)
Cost end of year	600,000
Carrying amount end of year	600,000

9 Deferred tax

	2021 DKK	2020 DKK
Intangible assets	(26,000)	(76,000)
Property, plant and equipment	80,000	85,000
Receivables	61,000	61,000
Deferred tax	115,000	70,000

Changes during the year	2021 DKK	2020 DKK
Beginning of year	70,000	677,000
Recognised in the income statement	45,000	(607,000)
End of year	115,000	70,000

Deferred tax consists of temporary differences between accounting and tax assets. The group has in year used its tax loss carryforwards.

10 Prepayments

The prepayments consist of prepaid expenses, including for rent and consumption of the Group's lease.

11 Other payables

	2021 DKK	2020 DKK
Holiday pay obligation	1,419,601	1,281,530
	1,419,601	1,281,530

12 Non-current liabilities other than provisions

	Due within 12 months 2021 DKK	Due within 12 months 2020 DKK	Due after more than 12 months 2021 DKK	Outstanding after 5 years 2021 DKK
Lease liabilities	257,561	247,199	892,170	0
Deposits	0	0	562,346	0
Other payables	0	0	1,419,601	1,419,601
	257,561	247,199	2,874,117	1,419,601

Other payables consists of holiday pay obligation. The obligation is presented as a non-current liability as a result of the new Holiday Act.

13 Other payables

	2021	2020
	DKK	DKK
VAT and duties	0	253,474
Wages and salaries, personal income taxes, social security costs, etc. payable	642,259	2,266,226
Holiday pay obligation	595,986	615,343
Other costs payable	3,036	36,517
	1,241,281	3,171,560

14 Changes in working capital

	2021	2020
	DKK	DKK
Increase/decrease in receivables	3,699,558	(3,131,326)
Increase/decrease in trade payables etc.	(6,624,658)	5,044,170
	(2,925,100)	1,912,844

15 Unrecognised rental and lease commitments

	2021	2020
	DKK	DKK
Total liabilities under rental or lease agreements until maturity	15,265,205	18,340,244

16 Non-arm's length related party transactions

Only non-arm's length related party transactions are disclosed in the annual report. No such transactions were conducted during the financial year.

17 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group: Samskip Logistics Services B.V., 3087 BM Rotterdam.

The consolidated financial statements of Samskip Logistics Services B.V. may be ordered at this address: Waalhaven OZ 81, 3087 BM Rotterdam, Holland.

18 Subsidiaries

	Registered in	Corporate form	Ownership %	Equity DKK	Profit/loss DKK
Aarhus Container Trucking ApS	Aarhus	ApS	100	1,591,167	(25,204)

Parent income statement for 2021

	Notes	2021 DKK	2020 DKK
Gross profit/loss	1	22,170,953	26,578,962
Staff costs	2	(19,122,015)	(22,653,904)
Depreciation, amortisation and impairment losses	3	(520,380)	(667,882)
Operating profit/loss		2,528,558	3,257,176
Income from investments in group enterprises		(25,204)	(34,466)
Other financial income		0	192,238
Financial expenses from group enterprises		(138,224)	(166,207)
Other financial expenses		(231,299)	(3,309)
Profit/loss before tax		2,133,831	3,245,432
Tax on profit/loss for the year	4	(482,540)	(710,163)
Profit/loss for the year	5	1,651,291	2,535,269

Parent balance sheet at 31.12.2021

Assets

	Notes	2021 DKK	2020 DKK
Acquired intangible assets		24,533	229,637
Goodwill		618,748	812,500
Intangible assets	6	643,281	1,042,137
Other fixtures and fittings, tools and equipment		55,671	177,194
Property, plant and equipment	7	55,671	177,194
Investments in group enterprises		1,591,167	1,616,371
Deposits		600,000	904,400
Financial assets	8	2,191,167	2,520,771
Fixed assets		2,890,119	3,740,102
Trade receivables		11,858,857	13,899,007
Receivables from group enterprises		1,949,087	3,556,231
Deferred tax	9	113,000	69,000
Other receivables		604,681	338,745
Tax receivable		0	165,231
Prepayments	10	85,499	42,375
Receivables		14,611,124	18,070,589
Cash		8,883,512	7,034,645
Current assets		23,494,636	25,105,234
Assets		26,384,755	28,845,336

Equity and liabilities

	Notes	2021 DKK	2020 DKK
Contributed capital		644,329	644,329
Reserve for net revaluation according to equity method		1,070,755	1,095,959
Retained earnings		5,482,983	3,806,488
Equity		7,198,067	5,546,776
Deposits		562,346	551,815
Other payables		1,419,601	1,281,530
Non-current liabilities other than provisions	11	1,981,947	1,833,345
Bank loans		2,421,691	1,294,687
Trade payables		10,071,515	11,906,581
Payables to group enterprises		3,277,076	5,226,888
Tax payable		306,069	0
Joint taxation contribution payable		4,471	12,567
Other payables	12	1,123,919	3,024,492
Current liabilities other than provisions		17,204,741	21,465,215
Liabilities other than provisions		19,186,688	23,298,560
Equity and liabilities		26,384,755	28,845,336
Contingent liabilities	13		
Related parties with controlling interest	14		
Transactions with related parties	15		

Parent statement of changes in equity for 2021

	Contributed capital DKK	Reserve for net revaluation according to the equity method DKK	Retained earnings DKK	Total DKK
Equity beginning of year	644,329	1,095,959	3,806,488	5,546,776
Profit/loss for the year	0	(25,204)	1,676,495	1,651,291
Equity end of year	644,329	1,070,755	5,482,983	7,198,067

Notes to parent financial statements

1 Gross profit/loss

The group has used the opportunities to receive salary compensation for repatriated employees, and has in that connection received 87t.kr. in salary compensation in the financial year.

2 Staff costs

	2021	2020
	DKK	DKK
Wages and salaries	16,747,582	20,034,824
Pension costs	1,596,590	1,671,197
Other social security costs	305,711	350,772
Other staff costs	472,132	597,111
	19,122,015	22,653,904
Average number of full-time employees	45	52

3 Depreciation, amortisation and impairment losses

	2021	2020
	DKK	DKK
Amortisation of intangible assets	398,857	551,356
Depreciation on property, plant and equipment	121,523	116,526
	520,380	667,882

4 Tax on profit/loss for the year

	2021	2020
	DKK	DKK
Current tax	526,540	126,445
Change in deferred tax	(44,000)	593,000
Adjustment concerning previous years	0	(9,282)
	482,540	710,163

5 Proposed distribution of profit and loss

	2021	2020
	DKK	DKK
Retained earnings	1,651,291	2,535,269
	1,651,291	2,535,269

6 Intangible assets

	Acquired intangible assets DKK	Goodwill DKK
Cost beginning of year	1,087,124	1,312,500
Cost end of year	1,087,124	1,312,500
Amortisation and impairment losses beginning of year	(857,486)	(500,000)
Amortisation for the year	(205,105)	(193,752)
Amortisation and impairment losses end of year	(1,062,591)	(693,752)
Carrying amount end of year	24,533	618,748

7 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	726,633
Cost end of year	726,633
Depreciation and impairment losses beginning of year	(549,439)
Depreciation for the year	(121,523)
Depreciation and impairment losses end of year	(670,962)
Carrying amount end of year	55,671

8 Financial assets

	Investments in group enterprises DKK	Deposits DKK
Cost beginning of year	520,415	904,400
Disposals	0	(304,400)
Cost end of year	520,415	600,000
Revaluations beginning of year	1,095,956	0
Share of profit/loss for the year	(25,204)	0
Revaluations end of year	1,070,752	0
Carrying amount end of year	1,591,167	600,000

A specification of investments in subsidiaries is evident from the notes to the consolidated financial statements.

9 Deferred tax

	2021	2020
	DKK	DKK
Intangible assets	(19,000)	(65,000)
Property, plant and equipment	71,000	73,000
Receivables	61,000	61,000
Deferred tax	113,000	69,000

	2021	2020
	DKK	DKK
Changes during the year		
Beginning of year	69,000	662,000
Recognised in the income statement	44,000	(593,000)
End of year	113,000	69,000

Deferred tax consists of temporary differences between accounting and tax assets. The group has in year used its tax loss carryforwards.

10 Prepayments

The prepayments consist of prepaid expenses, including for rent and consumption of the Companys lease.

11 Non-current liabilities other than provisions

	Due after more than 12 months 2021 DKK
Deposits	562,346
Other payables	1,419,601
	1,981,947

Other payables consists of holiday pay obligation. The obligation is presented as a non-current liability as a result of the new Holiday Act.

12 Other payables

	2021	2020
	DKK	DKK
VAT and duties	0	253,474
Wages and salaries, personal income taxes, social security costs, etc. payable	642,259	2,266,226
Holiday pay obligation	478,624	468,275
Other costs payable	3,036	36,517
	1,123,919	3,024,492

13 Contingent liabilities

The Entity serves as the administration company in a Danish joint taxation arrangement. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc. for the jointly taxed entities, and also for obligations, if any, relating to the withholding of tax on interest, royalties and dividends for these entities.

14 Related parties with controlling interest

Samskip Logistics Service B.V., Waalhaven OZ 81, 3087 BM Rotterdam, owns all shares in the Entity, thus exercising control.

15 Non-arm's length related party transactions

Only non-arm's length related party transactions are disclosed in the annual report. No such transactions were conducted during the financial year.

Accounting policies

Reporting class

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

Changes in accounting policies

The Group have changed their accounting policies with regard to presentation in the cashflow statement.

In accordance with an interpretation from the Danish Business Authority, bank overdraft withdrawals are classified as cash flows from financing activities in the cash flow statements as opposed to previously when bank overdraft withdrawals were classified as cash in the cash flow statement.

The change results in an increase on cash flows from financing activities of DKK 1,118k in 2021 (DKK (44)k for 2020) and an increase in cash of DKK 2,422 31.12.2021 (DKK 1,303k 31.12.2020).

The comparative figures have been restated following the change in accounting policies.

Apart from the areas mentioned above, the annual report has been presented applying the accounting policies consistently with 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.

Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of the 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.

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements.

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.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, other operating income, costs of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of services is recognised in the income statement when delivery is made 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 compensations received as part of the governments Covid-19 programs.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

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 writedowns of receivables recognised in current assets.

Staff costs

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

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of intra-group profits or losses.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and transactions in foreign currencies.

Financial expenses from group enterprises

Financial expenses from group enterprises comprise interest expenses etc. from payables to group enterprises.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies.

Tax on profit/loss for the year

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.

The Parent is jointly taxed with all of its Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Goodwill

Goodwill is the positive difference between cost and fair value of assets and liabilities arising from acquisitions. Goodwill is amortised straight-line over its estimated useful life, which is fixed based on the experience gained by Management for each business area. For other amounts of goodwill, useful life has been determined based on an assessment of whether the enterprises are strategically acquired enterprises with a strong market position and a long-term earnings profile. Useful lives are reassessed annually. The amortisation periods used are 7 years.

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

Intellectual property rights etc.

Intellectual property rights etc. comprise intangible assets in this case software.

Intellectual property rights acquired are measured at cost less accumulated amortisation. Patents are amortised on a straight-line basis over their remaining duration, and licences are amortised on a straight-line basis over the term of the agreement.

Intellectual property rights etc. are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

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:

Other fixtures and fittings, tools and equipment	3-5 years
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Estimated useful lives and residual values are reassessed annually.

Items of 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 in the parent financial statements according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation will involve a loss, a provision is recognised that is measured at present value of the costs necessary to settle the obligations at the balance sheet date.

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 in equity.

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

Receivables

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

Deferred tax

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

Tax payable or receivable

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

Prepayments

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

Cash

Cash comprises bank deposits.

Lease liabilities

Lease liabilities relating to assets held under finance leases are recognised in the balance sheet as liabilities other than provisions, and, at the time of inception of the lease, measured at the present value of future lease payments. Subsequent to initial recognition, lease liabilities are measured at amortised cost. The difference between present value and nominal amount of the lease payments is recognised in the income statement as a financial expense over the term of the leases.

Other financial liabilities

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

Cash flow statement

The cash flow statement shows cash flows from operating, investing and financing activities, and 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 financial income, financial expenses and income tax paid.

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

Cash and cash equivalents comprise cash with short-termed bank loans deducted.