

**Energizer Shipping ApS
Central Business Registration No
31082692
Strevelinsvej 34
7000 Fredericia**

Annual report 2015

The Annual General Meeting adopted the annual report on 31.05.2016

Chairman of the General Meeting

Name: Jens V. Mathiassen

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Entity details

Entity

Energizer Shipping ApS
Strevelinsvej 34
7000 Fredericia

Central Business Registration No: 31082692

Registered in: Fredericia

Financial year: 01.01.2015 - 31.12.2015

Executive Board

Jan Jacobsen

Anders Østergaard

Kenneth Henriks

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
2300 København

Statement by Management on the annual report

The Executive Board has today considered and approved the annual report of Energizer Shipping ApS 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 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.

Fredericia, 31.05.2016

Executive Board

Jan Jacobsen

Anders Østergaard

Kenneth Henriks

Independent auditor's reports

To the owners of Energizer Shipping ApS

Report on the financial statements

We have audited the financial statements of Energizer Shipping ApS 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. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility for the financial statements

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

Auditor's responsibility

Our responsibility is to express an opinion on the 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 the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the 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 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 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 financial statements give a true and fair view of the Company's financial position at 31.12.2015 and of the results of its operations 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 financial statements.

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

Independent auditor's reports

Copenhagen, 31.05.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Kåre Valtersdorf

State Authorised Public Accountant

Peter Aslak Storgaard

State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

Primary activities

The main activity of the Company is to own and operate oil cargo ships and charter it to affiliates.

Development in activities and finances

The result of the year shows a profit at USD 96.953 against a profit last year at USD 68.109. The profit for the year is satisfactory.

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 B enterprises with addition of certain provisions for reporting class C.

The functional and presentation currency is USD.

Changes in accounting policies

The company have changed accounting policy regarding functional currency, which has been changed from Danish Kroner (DKK) to U.S. Dollars (USD). The change is based on the assessment that most sales and purchase transactions, financing as well as internal reporting are prepared in USD. The change in accounting policy means that fluctuations in USD/DKK will have less impact on the annual report and it is Management's assessment that a presentation in USD gives a better view of the Financial Statements.

The translation from DKK to USD has been made so that Monetary balances from previous years has been recalculated with the official currency rates as of the date of the balances and non-monetary balances has been recalculated by the official currency rate as of the date of the actual transaction. Transactions in the income statement has been recalculated by the official currency rate as of the date of the actual transaction

The change in accounting policies means that total equity in the comparative numbers in the 2015 annual report is USD 85,922 compared to DKK 524,281 in the official annual report for 2014. Assets are USD 107,407 compared to DKK 628,249 and net profit is USD 68,109 compared to DKK 1,900,150.

As all transactions in 2015 have been registered in USD, it has been impracticable to disclose the numbers for 2015 as if DKK had been used as the functional currency.

Except for the above, accounting policies are unchanged compared to previous 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.

Accounting policies

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.

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. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Income statement

Gross profit or loss

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

Revenue

Revenue from the operations and chartering activity 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.

Cost of sales

Cost of sales comprises costs of consumables 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 stationery and office supplies etc. This item also includes write-downs of receivables recognised in current assets.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to property, plant and machinery comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values

Accounting policies

and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of property, plant and machinery.

Other operating expenses

Other operating expenses comprise expenses of a secondary nature as viewed in relation to the Entity's primary activities.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, payables and transactions in foreign currencies 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, 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.

The Entity is jointly taxed with the Danish Parent company. 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

Receivables

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

Income tax payable or receivable

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.

Prepayments

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

Accounting policies

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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

Income statement for 2015

	<u>Notes</u>	<u>2015 USD</u>	<u>2014 USD</u>
Gross loss		(9.052)	786.258
Depreciation, amortisation and impairment losses		0	(488.597)
Other operating expenses		<u>0</u>	<u>(255.834)</u>
Operating profit/loss		(9.052)	41.827
Other financial income	1	27.158	170.513
Other financial expenses	2	<u>(9.599)</u>	<u>(198.336)</u>
Profit/loss from ordinary activities before tax		8.507	14.004
Tax on profit/loss from ordinary activities	3	<u>88.446</u>	<u>54.105</u>
Profit/loss for the year		<u>96.953</u>	<u>68.109</u>
Proposed distribution of profit/loss			
Retained earnings		<u>96.953</u>	<u>68.109</u>
		<u>96.953</u>	<u>68.109</u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 USD</u>	<u>2014 USD</u>
Receivables from group enterprises		177.423	32.808
Other short-term receivables		10	2.811
Income tax receivable		0	36.765
Prepayments		1.235	3.576
Receivables		178.668	75.960
 Cash		 7.995	 31.447
 Current assets		 186.663	 107.407
 Assets		 186.663	 107.407

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 USD</u>	<u>2014 USD</u>
Contributed capital		24.489	24.489
Retained earnings		<u>158.386</u>	<u>61.433</u>
Equity		<u>182.875</u>	<u>85.922</u>
Trade payables		3.529	7.183
Debt to group enterprises		0	14.302
Other payables		<u>259</u>	<u>0</u>
Current liabilities other than provisions		<u>3.788</u>	<u>21.485</u>
Liabilities other than provisions		<u>3.788</u>	<u>21.485</u>
Equity and liabilities		<u><u>186.663</u></u>	<u><u>107.407</u></u>
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Statement of changes in equity for 2015

	Contributed capital USD	Retained ear- nings USD	Total USD
Equity beginning of year	24.489	61.433	85.922
Profit/loss for the year	0	96.953	96.953
Equity end of year	24.489	158.386	182.875

Notes

	2015 USD	2014 USD
1. Other financial income		
Financial income arising from group enterprises	1.920	141
Interest income	25.238	932
Other financial income	0	169.440
	27.158	170.513
2. Other financial expenses		
Financial expenses from group enterprises	972	88.136
Interest expenses	3.355	74.307
Other financial expenses	5.272	35.893
	9.599	198.336
3. Tax on ordinary profit/loss for the year		
Current tax	0	(40.492)
Adjustment relating to previous years	(88.446)	(13.613)
	(88.446)	(54.105)

4. Contingent liabilities

The Company participates in a Danish joint taxation arrangement in which Monjasa Holding A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable from the financial year 2013 for income taxes etc for the jointly taxed companies and from 1 July 2012 also for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies.

5. Consolidation

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

Monjasa Holding A/S, Fredericia