



B-Gas A/S

Nybrogade 12
1203 Copenhagen K
CVR No. 33037015

Annual report 2020

The Annual General Meeting adopted the
annual report on 22.04.2021

Atle Bergshaven

Chairman of the General Meeting

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Entity details

Entity

B-Gas A/S

Nybrogade 12

1203 Copenhagen K

CVR No.: 33037015

Registered office: Copenhagen

Financial year: 01.01.2020 - 31.12.2020

Board of Directors

Atle Bergshaven

Theo Julius Erdmann

Nicolai Eirik Lorentzen

Executive Board

Andrew Christian McPhail

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of B-Gas A/S for the financial year 01.01.2020 - 31.12.2020.

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 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020.

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.

Copenhagen, 22.04.2021

Executive Board

Andrew Christian McPhail

Board of Directors

Atle Bergshaven

Theo Julius Erdmann

Nicolai Eirik Lorentzen

Independent auditor's report

To the shareholders of B-Gas A/S

Opinion

We have audited the financial statements of B-Gas A/S for the financial year 01.01.2020 - 31.12.2020, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared 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 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020 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 financial statements" section of this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the financial statements

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

In preparing the financial statements, Management is responsible for assessing the 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 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 financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 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 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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

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

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the 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 financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the 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 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.

Copenhagen, 22.04.2021

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Kim Takata Mücke

State Authorised Public Accountant
Identification No (MNE) mne10944

Management commentary

Primary activities

The purpose of B-Gas A/S is shipping activity, which according to the judgement of the Board of Directors is related hereto. Furthermore, the Entity provides commercial services to other companies.

The main part of the Entity's income is generated in USD.

Description of material changes in activities and finances

The 2020 income statement shows a profit of USD 65 thousand and the balance sheet at 31 December 2020 shows equity of USD 345 thousand.

Material changes for 2020 was the impact on the LPG market from the COVID-19 pandemic. On the back of COVID-19 the company lost all vessels from B-Gas Ltd in Cyprus, which in turn went into liquidation in October 2020. Due to the liquidation the company has faced and paid costs which were due on behalf of owners. These costs are accounted for as a loss. B-Gas A/S has managed to keep most of the vessels in commercial management. B-Gas A/S took the B-Gas Crusader on Bareboat from owners as of November 2020.

As the market and income was at a standstill over the spring and summer of 2020 the employees were sent home from work supported by the Danish government.

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.

Income statement for 2020

	Notes	2020 USD'000	2019 USD '000
Revenue		2,092	1,484
Other operating income	1	28	0
Other external expenses		(816)	(378)
Gross profit/loss		1,304	1,106
Staff costs	2	(1,219)	(1,030)
Operating profit/loss		85	76
Other financial income		84	38
Other financial expenses		(87)	(44)
Profit/loss before tax		82	70
Tax on profit/loss for the year	3	(17)	(16)
Profit/loss for the year		65	54
Proposed distribution of profit and loss:			
Retained earnings		65	54
Proposed distribution of profit and loss		65	54

Balance sheet at 31.12.2020

Assets

	Notes	2020 USD'000	2019 USD'000
Other fixtures and fittings, tools and equipment		0	0
Property, plant and equipment	4	0	0
Deferred tax		2	1
Financial assets		2	1
Fixed assets		2	1
Raw materials and consumables		144	0
Inventories		144	0
Trade receivables		142	0
Receivables from group enterprises		36	407
Other receivables		126	37
Prepayments		29	28
Receivables		333	472
Cash		751	103
Current assets		1,228	575
Assets		1,230	576

Equity and liabilities

	Notes	2020 USD'000	2019 USD'000
Contributed capital		96	96
Retained earnings		249	184
Equity		345	280
Other payables		91	27
Non-current liabilities other than provisions	5	91	27
Trade payables		274	57
Payables to group enterprises		119	2
Income tax payable		10	9
Other payables		391	201
Current liabilities other than provisions		794	269
Liabilities other than provisions		885	296
Equity and liabilities		1,230	576
Unrecognised rental and lease commitments	6		
Group relations	7		

Statement of changes in equity for 2020

	Contributed capital USD'000	Retained earnings USD'000	Total USD'000
Equity beginning of year	96	184	280
Profit/loss for the year	0	65	65
Equity end of year	96	249	345

Notes

1 Other operating income

Other operating income consists of received salary compensation from the Danish government due to the COVID-19 outbreak. B-Gas A/S has received a total of USD 28 thousand in compensation for 2020.

2 Staff costs

	2020 USD'000	2019 USD'000
Wages and salaries	992	799
Pension costs	201	134
Other social security costs	9	11
Other staff costs	17	86
	1,219	1,030
Average number of full-time employees	8	8

3 Tax on profit/loss for the year

	2020 USD'000	2019 USD'000
Current tax	16	15
Change in deferred tax	1	1
	17	16

4 Property, plant and equipment

	Other fixtures and fittings, tools and equipment USD'000
Cost beginning of year	38
Cost end of year	38
Depreciation and impairment losses beginning of year	(38)
Depreciation and impairment losses end of year	(38)
Carrying amount end of year	0

5 Non-current liabilities other than provisions

	Due after more than 12 months 2020 USD'000	Outstanding after 5 years 2020 USD'000
Other payables	91	91
	91	91

6 Unrecognised rental and lease commitments

	2020 USD'000	2019 USD'000
Liabilities under rental or lease agreements until maturity in total	120	26

7 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:
 Bergshav Shipholding AS
 Hasseldalen
 4878 Grimstad
 Norway

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 accounting policies applied to these financial statements are consistent with those applied last year.

The financial statements are presented in USD, the Company's functional currency.

At December 2020, the exchange rate USD/DKK was 6.06 against 6.68 at 31 December 2019.

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.

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 rate 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

Revenue

Revenue consist of hire income from chartering-out a vessel and management and commercial fees from providing administrative and commercial management services. Charter hire income is recognised over the charter period and management and commercial fees are recognised as income concurrently with delivery of services.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary

activities.

Other external expenses

Other external expenses include ship operating expenses and administrative expenses etc.

Staff costs

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

Other financial income

Other financial income comprises interest income, including interest income on receivables and currency gains 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, currency losses and tax surcharge under the Danish Tax Prepayment Scheme etc.

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.

Balance sheet**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.

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.

Inventories

Inventories, which consist of bunkers, are measured at the lower of cost using the FIFO method and net realisable value. Cost consists of purchase price plus delivery costs.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less writedowns 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.

Other financial liabilities

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

Tax receivable or payable

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