

Ultratank Shipping ApS

Smakkedalen 6, 2820 Gentofte

Annual Report 2021

CVR-nr. 34 46 97 84

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Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Ultratank Shipping ApS for the financial period 1 January 2021 – 31 December 2021.

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

It is our opinion that the financial statements give a true and fair view of the Company's financial position at 31 December 2021 and of the results of the Company's operations for the financial year 1 January – 31 December 2021.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the results of the Company's operations and its financial position.

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

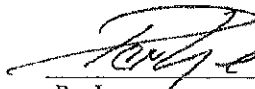
Gentofte, 21 June 2022

Executive Board:



Oskar Fabricius

Board of Directors:



Per Lange
Chairman

Francisco Larrain

Jan Vermeij

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

Gentofte, 21 June 2022

Executive Board:



Oskar Fabricius

Board of Directors:

Per Lange
Chairman



Francisco Larrain



Jan Vermeij

Independent auditors' report

To the shareholders of Ultratank Shipping ApS

Opinion

We have audited the financial statements of Ultratank Shipping ApS for the financial year 1 January – 31 December 2021, which comprise 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.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year 1 January – 31 December 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 financial statements" section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company 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.

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

Independent auditors' report

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to 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 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 the financial statements.

As part of an audit conducted in accordance with ISAs and 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 Company'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 Company'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 Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

Independent auditors' report

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's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, 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's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

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

Based on the work we have performed, we conclude that the Management's review 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's review.

Copenhagen, 21 June 2022
EY
Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Thomas Bruun Kofoed
State Authorised Public Accountant
MNE no. 28677

Tommy Borggaard Nielsen
State Authorised Public Accountant
MNE no. 34340

Management's review

Company details

Ultratank Shipping ApS
Smakkedalen 6, 2820 Gentofte, Denmark

Telephone: +45 6996 2110

CVR no.: 34 46 97 84
Established: 1 January 2012
Registered office: Gentofte, Denmark
Financial year: 1 January - 31 December

Board of Directors

Per Lange, Kokkedal, Denmark - *Chairman*
Francisco Larrain, Santiago, Chile
Jan Vermeij, Santiago, Chile

Executive Board

Oskar Fabricius, CEO

Auditors

EY
Godkendt Revisionspartnerselskab
Dirch Passers Allé 36
DK-2000 Frederiksberg

Principal activities

The company's objects are to engage in counselling and consultancy activities mainly within transport, logistics and trade. Further to own and/or charter and to operate marine vessels and to perform all related activities and services and to perform commercial, technical and crewing services – directly and/or via third parties and to own shares in other companies, primarily related to shipping and marine related activities.

There have been no changes to the activity of the Company in 2021.

No subsequent events occurred which have an effect on the Annual Report for 2021

Financial statements 1 January – 31 December

Accounting policies

The annual report of Ultratank Shipping ApS for 2021 has been prepared in accordance with the provisions applying to reporting class B small enterprises under the Danish Financial Statements Act.

The accounting policies are consistent with those for last year.

Currency translation

Transactions in foreign currency are translated into USD at the exchange rate at the date of the transaction.

The exchange rate USD/DKK as at 31 December 2021 stated at 6.56 (6.06 as at 31 December 2020). The average exchange rate USD/DKK for the year 2021 is 6.29 (6.53 for the year 2020).

Recognition and measurement

Assets are recognized in the balance sheet when it is probable that future economic benefits will flow to the company and the asset can be measured reliably.

Liabilities are recognized in the balance sheet when it is probable that future economic benefits will flow from the company and the value can be measured reliably.

On initial recognition assets and liabilities are recognized at cost. Subsequently, assets and liabilities are recognized as described for each item below.

Certain financial assets and liabilities are measured at amortized cost, including a constant effective yield to maturity. Amortized cost is calculated as original cost less any repayments and plus / minus the cumulative amortization of the difference between cost and nominal amount.

Recognition and measurement take into account gains, losses and a risk arising before the annual report is finalized and that confirms or denies conditions that existed at the balance sheet date.

Income is recognized in the income statement as it accrues, including value adjustments of financial assets and liabilities measured at fair value or amortized cost. Moreover, costs incurred to generate the year's earnings, including depreciation, amortization and provisions and reversals due to changed accounting estimates of amounts previously recognized in the income statement.

Financial statements 1 January – 31 December

Gross profit

Freight income and voyage related costs are presented as Gross profit in accordance with the Danish Financial Statements Act paragraph 32.

Freight income

The freight income reflects the income earned by the vessels operated.

For vessels on time charter and bareboat contracts, income is recognized upon delivery of the services in accordance with the charter parties concluded.

Commission income is recognized over time at an amount equal to the service performed in the period.

Voyage related cost

Voyage related expenses includes charter hire and other costs incidental to the commercial operation of the vessels and are recognized under a percentage of completion.

Administrative expenses

Administrative expenses comprise expenses incurred during the year for company management and administration, including expenses for administrative staff, management, office premises and office expenses, and depreciation.

Financial income and expenses

Financial income and expenses comprise interest income and expense, and other financial expenses.

Balance sheet

Corporation tax and deferred tax

Ultratank Shipping ApS is jointly taxed with the parent company Ultratank Denmark ApS and the parent company is the administration company for the jointly taxed companies. The current Danish corporation tax is allocated between the jointly taxed companies in proportion to their taxable income. In relation to the shipping activities, Ultratank Shipping ApS participates in the Danish Tonnage Tax Scheme. Companies that use tax losses in other companies pay the joint tax contribution to the parent company at an amount corresponding to the tax value of the tax losses used. Companies whose tax losses are used by other companies receive joint tax contributions from the parent company corresponding to the tax value of the losses used (full absorption). The jointly taxed companies are taxed under the tax prepayment scheme.

Financial statements 1 January – 31 December

Tax for the year comprises current tax and changes in deferred tax for the year. The tax expense relating to the profit/loss for the year is recognized in the income statement. Tax attributable to entries directly under comprehensive income is recognized directly in equity.

Receivables

Receivables are measured at amortised cost, less provisions for impairment losses.

Cash and cash equivalents

Cash and cash equivalents comprise cash and short-term marketable securities with a term of three months or less that are readily convertible to cash and are subject to an insignificant risk of changes in value.

Liabilities other than provisions

Financial liabilities which comprises of trade payable and payables to associated companies are recognized at the date of borrowing at the net proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortized cost, corresponding to the capitalized value using the effective interest rate.

Other liabilities are measured at net realizable value.

Financial statements 1 January – 31 December

Income Statement

USD	Note	2021	2020
Gross profit		300,927	506,100
Administrative expenses	1	-8,381	-8,308
Ordinary operating profit		292,546	497,792
Financial income		2,955	39,651
Financial expenses		-878	-3,828
Profit before tax		294,623	533,615
Tax on profit for the year	2	-58,774	-139,952
Profit for the year		235,849	393,663

Proposed profit appropriation

Retained earnings		849	393,663
Proposed dividend		235,000	-
		235,849	393,663

Financial statements 1 January – 31 December

Balance

USD	Note	2021	2020
ASSETS			
Trade receivables		325,209	1,405,441
Receivables		325,209	1,405,441
Cash at bank and in hand		1,250,088	1,515,129
Total current assets		1,575,297	2,920,570
TOTAL ASSETS		1,575,297	2,920,570

Financial statements 1 January – 31 December

Balance

USD	Note	2021	2020
EQUITY AND LIABILITIES			
	3		
Share capital		23,094	23,094
Proposed dividend		235,000	-
Retained earnings		404,113	403,264
Equity		<u>662,207</u>	<u>426,358</u>
Debt to related party		820,985	2,360,925
Other debt		27,286	6,654
Income tax payable		64,819	126,633
Current liabilities		<u>913,090</u>	<u>2,494,212</u>
Total liabilities		<u>913,090</u>	<u>2,494,212</u>
TOTAL EQUITY AND LIABILITIES		<u><u>1,575,297</u></u>	<u><u>2,920,570</u></u>
Contractual obligations and contingencies, etc.	4		
Related party disclosures	5		

Financial statements 1 January – 31 December

Statement of changes in equity

<i>USD</i>	Share capital	Retained earnings	Proposed dividend	Total
Equity at 1 January 2021	<u>23,094</u>	<u>403,265</u>	-	<u>426,359</u>
Dividend paid			-	-
Transferred, see profit appropriation		849	235,000	235,849
Equity at 31 December 2021	<u>23,094</u>	<u>404,113</u>	<u>235,000</u>	<u>662,207</u>

<i>USD</i>	Share capital	Retained earnings	Proposed dividend	Total
Equity at 1 January 2020	<u>23,094</u>	<u>9,602</u>	<u>600,000</u>	<u>632,696</u>
Dividend paid			(600,000)	(600,000)
Transferred, see profit appropriation		393,663	-	393,663
Equity at 31 December 2020	<u>23,094</u>	<u>403,265</u>	<u>-</u>	<u>426,359</u>

Financial statements 1 January – 31 December

Notes

USD		2021	2020
1	Administrative costs		
	Other administrative expenses	8,381	8,308
		<u>8,381</u>	<u>8,308</u>
		<u><u>8,381</u></u>	<u><u>8,308</u></u>
	The Company has no employees.		
2	Tax on the profit for the year		
	Current tax for the year	58,774	139,952
		<u>58,774</u>	<u>139,952</u>
		<u><u>58,774</u></u>	<u><u>139,952</u></u>
3	Equity		
		Share capital	
	1 January 2021	<u>23,094</u>	
	31 December 2021	<u>23,094</u>	

Since the establishment of the company no changes has been made to the share capital.

4 Contractual obligations and contingencies, etc.

Contingent liabilities

The company is jointly taxed with other companies in the Ultronav Denmark Group. The companies are jointly and unlimited liable for Danish corporation tax and withholding taxes on dividends, interest and royalties in the joint taxation. Any subsequent corrections of taxable joint taxation of income or withholding taxes on dividends, etc. could lead to companies' liability constitutes a larger amount. The group as a whole shall not be liable towards others.

Financial statements 1 January – 31 December

5 Related party transactions

	<u>2021</u>	<u>2020</u>
Debt to related party	820,985	2,360,925
Tax payable	<u>64,819</u>	<u>126,633</u>

Ownership

The following shareholders are registered in the Company's register of shareholders as holding minimum 5% of the voting rights or minimum 5% of the share capital:

Ultrana Denmark ApS, Smakkedalen 6, 2820 Gentofte, Denmark

The consolidated financial statement of Ultrana Denmark ApS is available at the Company's address at the Company's address.