

The English part of this document is an unofficial translation of the original Danish text. In case of discrepancies, the Danish version shall apply.

**Cesare Energy Solution ApS
Maade Industrivej 19
6705 Esbjerg**

**THE ANNUAL REPORT
The year 2017/18**

CVR-nr: 37 07 93 24

Approved at the General Meeting, the ²⁰13/2019

Linas Marijus Vaitkevicius
Chairman

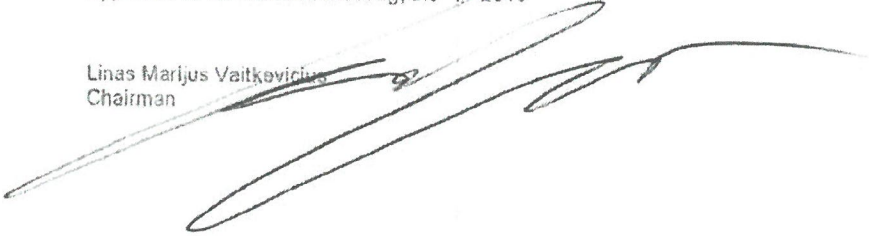


TABLE OF CONTENTS

Management commentary and other company details	
Company information	3
Statements and reports	
Management's statement	4
Auditors' compilation report on financial statements.....	5
Management commentary and other company details	
Management commentary.....	6
Financial statements 1. Oktober 2017 - 30. September 2018	
Accounting policies	7
Income statement	10
Balance sheet	11
Notes	13

COMPANY INFORMATION

Company number	37 07 93 24
Executive board	Linas Marijus Vaitkevicius
Auditor	Kvist Revision Registered Public Accountant, Member of the Danish Association of State Authorized Public Accountants - Danish auditors FSR Stamholmen 153 DK-2650 Hvidovre - Copenhagen

MANAGEMENT'S STATEMENT

The Annual Report has been prepared in conformity with the Financial Statements Act.

The unaudited Annual Report has been prepared in conformity with the Financial Statements Act. The Executive Board considers the conditions for not performing an audit to have been met.

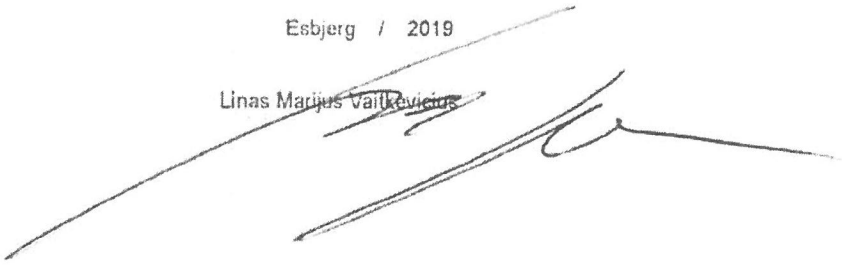
In my opinion, the financial statements give a true and fair view of the Company's assets, equity, liabilities and financial position at 30. September 2018 and of its financial performance for the period 1. Oktober 2017 - 30. September 2018.

In my opinion the Management commentary includes a fair review of the matters described.

We recommend that the Annual Report be approved by the Annual General Meeting.

Esbjerg / 2019

Linus Marijus Vaitkevicius



AUDITORS' COMPILATION REPORT ON FINANCIAL STATEMENTS

To Management of Cesare Energy Solution ApS, Cesare Energy Solution ApS

We have compiled these financial statements of Cesare Energy Solution ApS, Cesare Energy Solution ApS for the period 1. Oktober 2017 - 30. September 2018 based on the bookkeeping records of the Company and other information provided by you.

The financial statements include accounting policies, income statement, balance sheet and notes.

We have performed the compilation in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist you in preparing and presenting the financial statements in conformity with the Danish Financial Statements Act. We have observed the relevant provisions of the Danish Act on Approved Auditors and Audit Firms and the Code of Ethics for Professional Accountants issued by FSR - Danish Auditors, including the principles of integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are your responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us for use in the compilation of these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether the financial statements have been prepared in conformity with the Danish Financial Statements Act.

Hvidovre, den 28 / 3 / 2019



Carsten Kvist Jensen
Registered Public Accountant
Member of FSR – Danish Auditors
Auditors ID: MNE5614

MANAGEMENT COMMENTARY

As in previous years, the main activities of the Company were in petroleum products.

The Company has continued its operations. No significant one-off events occurred in the financial year that need to be included in the management commentary.

The performance and results for the year are considered unsatisfactory.

There are events have occurred after the reporting date that may materially affect the financial position of the company.

The company has lost more than half of the share capital.

Expected development, including special assumptions and uncertain factors

The company has an ongoing dispute with the authorities on excise duties

Opting out of audit

The annual report has not been audited. The Executive Board considers the conditions for opting out of audit to have been met.

ACCOUNTING POLICIES

GENERAL INFORMATION

The financial statements of Cesare Energy Solution ApS, Cesare Energy Solution ApS for the financial year 2017/18 have been prepared in conformity with the provisions of the Financial Statements Act on class B enterprises.

The accounting policies applied in the financial statements are consistent with those of the previous year. The reporting currency is Danish kroner.

Recognition and measurement in general

The financial statements have been prepared under the historical cost convention.

Income is recognised in the income statement when earned. Value adjustments of financial assets and liabilities measured at fair value or amortised cost are also recognised in the income statement. Costs incurred to generate the earnings for the year are also recognised in the income statement, including amortisation, depreciation, impairment losses and provisions as well as reversals resulting from changed accounting estimates of amounts previously recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future financial benefits will flow to the Company and it is possible to obtain a reliable measurement of the individual assets.

Liabilities are recognised in the balance sheet when it is probable that future financial benefits will flow from the Company and it is possible to obtain a reliable measurement of the individual liabilities.

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

Certain financial assets and liabilities are measured at amortised cost, whereby a constant effective interest rate is recognised over the life of the individual asset or liability. Amortised cost is determined as original cost less any repayments and with the addition/deduction of the accumulated amortisation of the difference between cost and nominal amount.

Anticipated losses and risks arising before the presentation of the financial statements and confirming or disconfirming facts and circumstances known at the reporting date are taken into consideration at recognition and measurement.

The functional currency used is Danish kroner. All other currencies are considered foreign currencies.

INCOME STATEMENT

General information

Certain income and expenses have been aggregated in the item designated 'Gross profit' with reference to section 32 of the Financial Statements Act.

Gross profit

Gross profit is a combination of the items of 'Revenue', 'Change in inventories of finished goods, work in progress and goods for resale', 'Other operating income', 'Cost of raw materials and consumables' and 'Other external costs'.

Administrative expenses

Administrative expenses include expenses for Management and administrative staff, office expenses, amortisation and depreciation, etc.

Other external expenses

Other external expenses include costs for sales, advertising, administration, premises, bad debts, rental

ACCOUNTING POLICIES

expenses under operating leases, etc.

Staff costs

Staff costs include wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement from the Government.

Tax on net profit for the year

Tax for the year comprises current tax and changes in deferred tax. The share attributable to the profit or loss for the year is recognised in the income statement, and the share attributable directly to equity is recognised directly in equity.

BALANCE SHEET

Property, plant and equipment

Property, plant and equipment is measured at cost on initial recognition and subsequently at cost less accumulated depreciation and impairment losses.

The depreciable amount is calculated taking into consideration the residual value of the asset at the end of its useful life, reduced by impairment losses, if any. The depreciation period and the residual value are determined at the date of acquisition. If the residual value exceeds the carrying amount of the asset, depreciation is discontinued.

In case of changes in depreciation period or residual value, the effect of a change in depreciation period is recognised prospectively in accounting estimates.

Cost includes the purchase price and expenses directly related to the acquisition until the time when the asset is ready for use. The cost of self-constructed assets includes costs for materials, components, subcontractors, direct payroll costs and indirect production costs.

The cost of a composite asset is disaggregated into components, which are separately depreciated if the useful lives of the individual components differ.

Depreciation is calculated using the straight-line method over the following estimated useful lives of the individual assets and their residual values:

	<u>User time</u>	<u>Residual value</u>
Plant and machinery	3 year	0 %

Receivables

Receivables are measured at amortised cost, which normally corresponds to the nominal value. The value is reduced by an allowance for expected impairment losses.

Impairment of accounts receivable past due is established on individual assessment of receivables.

Corporate income tax and deferred tax

The Company are jointly and severally liable as the administration company for subsidiaries corporate taxes to the tax authorities.

Current tax liabilities and current tax receivable are recognised in the balance sheet as calculated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Payable and receivable joint taxation contributions are recognized in the balance sheet as "Receivable joint taxation contribution" or "Payable joint taxation contribution."

Deferred tax is measured using the balance-sheet liability method on temporary differences arising

ACCOUNTING POLICIES

between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases. In cases where the tax base can be determined under alternative taxation rules, such as in relation to shares, deferred tax is measured on the basis of the intended use of the asset or settlement of the liability.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are measured at their anticipated net realisable value, either by elimination in tax on future earnings or by offsetting against deferred tax liabilities within the same legal tax entity. Any deferred net tax assets are measured at their net realisable values.

Deferred tax is measured based on the tax rules and tax rates applicable when the deferred tax is expected to crystallise as current tax according to the legislation in force at the reporting date. Any change in deferred tax as a result of changes in the tax rates is recognised in the income statement.

Payables

Financial liabilities are recognised initially at the proceeds received net of transaction expenses incurred. In subsequent periods, financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest method, so that the difference between proceeds and nominal value is recognised in the income statement over the life of the financial instrument(s).

Other payables, comprising trade payables and amounts owed to Group enterprises and associates and other accounts payable, are measured at amortised cost, which normally corresponds to the nominal value.

INCOME STATEMENT
1. OKTOBER 2017 - 30. SEPTEMBER 2018

	2017/18 DKK	2016/17 TDKK
GROSS PROFIT	-629.805	-65
Staff costs	-80.641	0
Amortisation, depreciation and impairment losses - intangible assets and property, plant and equipment	-6.001	-1
OPERATING PROFIT OR LOSS	-716.447	-66
Other financial income.....	4.881	0
Other financial expenses	-163.645	-1
PROFIT OR LOSS BEFORE TAX	-875.211	-67
Income tax	0	0
PROFIT OR LOSS FOR THE YEAR	-875.211	-67
 PROPOSED DISTRIBUTION OF NET PROFIT		
Retained earnings	-875.211	-67
SETTLEMENT OF DISTRIBUTION TOTAL	-875.211	-67

BALANCE SHEET AT 30. SEPTEMBER 2018
ASSETS

	2018 DKK	2017 TDKK
2 Other plant, fixtures and operating equipment.....	12.524	18
Property, plant and equipment	<u>12.524</u>	<u>18</u>
NON-CURRENT ASSETS	<u>12.524</u>	<u>18</u>
Trade receivables.....	728.796	0
Other receivables	16.094	24
Receivables	<u>744.890</u>	<u>24</u>
Cash	<u>369.647</u>	<u>4</u>
CURRENT ASSETS	<u>1.114.537</u>	<u>28</u>
ASSETS	<u><u>1.127.061</u></u>	<u><u>46</u></u>

BALANCE SHEET AT 30. SEPTEMBER 2018
EQUITY AND LIABILITIES

	2018 DKK	2017 TDKK
Contributed capital	50.043	50
Retained earnings	-960.811	-85
3 EQUITY	-910.768	-35
Amounts owed to group enterprises	1.174.455	0
Long-term payables	1.174.455	0
Trade creditors	817.170	95
Other accounts payable	-28.360	-14
Payables to owners and management	74.564	0
Short-term payables	863.374	81
PAYABLES	2.037.829	81
EQUITY AND LIABILITIES	1.127.061	46
4 Related parties		

NOTES

2017/18
DKK

2016/17
TDKK

1 Uncertainty regarding the going concern status

There is great uncertainty about the operation. It is the assessment of the management that the debt to the sister company and the capital owner will resign for other creditors. The management is of the opinion that the ongoing dispute with authorities will be decided on the benefit of the company and the annual accounts have therefore been prepared using the premise for continued operation

2 Property, plant and equipment

	Other plant, fixtures and operating equipment
Cost at beginning of period.....	18.000
Additions during the year.....	523
Disposals during the year.....	0
Cost 30. September 2018	18.523
Amortisation, depreciation and impairment losses at beginning of period.....	0
Depreciation and impairment losses arising on assets disposed of.....	0
Amortisation, depreciation and impairment losses for the year.....	-6.000
Amortisation, depreciation and impairment losses 30. September 2018	-6.000
Book value 30. September 2018	12.523

3 Equity	Opening balance	Change in accounting policies	Proposed distribution of net profit	Closing balance
Contributed capital.....	50.000	43	0	50.043
Retained earnings	-85.600	0	-875.211	-960.811
	<u>-35.600</u>	<u>43</u>	<u>-875.211</u>	<u>-910.768</u>

4 Related parties

Linas Marijus Vaitkevicius has controlling influence