



CHRISTENSEN
KJÆRULFF

PERSONLIGT ENGAGEMENT

STATSAUTORISERET
REVISIONSAKTIESELSKAB

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K/S Straits Tankers

Tuborg Boulevard 5, 2900 Hellerup

Company reg. no. 37 97 88 17

Annual report

1 January - 31 December 2018

The annual report has been submitted and approved by the general meeting on the 7 May 2019.

Anders Engholm Madsen
Chairman of the meeting

Notes:

- To ensure the greatest possible applicability of this document, British English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance USD 146.940 means the amount of USD 146,940, and that 23,5 % means 23.5 %.



Contents

	<u>Page</u>
Reports	
Management's report	1
Independent auditor's report	2
Management's review	
Company data	5
Management's review	6
Annual accounts 1 January - 31 December 2018	
Profit and loss account	7
Balance sheet	8
Notes	10
Accounting policies used	11



Management's report

The management have today presented the annual report of K/S Straits Tankers for the financial year 1 January to 31 December 2018.

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

I consider the accounting policies used appropriate, and in our opinion the annual accounts provide a true and fair view of the company's assets and liabilities and its financial position at 31 December 2018 and of the company's results of its activities in the financial year 1 January to 31 December 2018.

I am of the opinion that the management's review includes a fair description of the issues dealt with.

The annual report is recommended for approval by the general meeting.

Hellerup, 6 May 2019

General partner

Komplementaranpartsselskabet Straits Tankers

Anders Engholm Madsen



Independent auditor's report

To the limited partners of K/S Straits Tankers

Opinion

We have audited the annual accounts of K/S Straits Tankers for the financial year 1 January to 31 December 2018, which comprise accounting policies used, profit and loss account, balance sheet and notes. The annual accounts are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the annual accounts give a true and fair view of the company's assets, liabilities and financial position at 31 December 2018 and of the results of the company's operations for the financial year 1 January to 31 December 2018 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with international standards on auditing and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the below section "Auditor's responsibilities for the audit of the annual accounts". We are independent of the company in accordance with international ethics standards for accountants (IESBA's Code of Ethics) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these standards and requirements. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

The management's responsibilities for the annual accounts

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

In preparing the annual accounts, the management is responsible for evaluating the company's ability to continue as a going concern, and, when relevant, disclosing matters related to going concern and using the going concern basis of accounting when preparing the annual accounts, unless the management either intends to liquidate the company or to cease operations, or if it has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the annual accounts

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

As part of an audit conducted in accordance with international standards on auditing and the additional requirements applicable in Denmark, we exercise professional evaluations and maintain professional scepticism throughout the audit. We also:



Independent auditor's report

- Identify and assess the risks of material misstatement in the annual accounts, whether due to fraud or error, design and perform audit procedures in response 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 the risk of not detecting a misstatement resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of the 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 by the management and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's preparation of the annual accounts being based on the going concern principle and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may raise significant doubt about 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 annual accounts 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 annual accounts, including the disclosures in the notes, and whether the annual accounts reflect 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 the internal control that we identify during our audit.

Statement on the management's review

The management is responsible for the management's review.

Our opinion on the annual accounts does not cover the management's review, and we do not express any kind of assurance opinion on the management's review.

In connection with our audit of the annual accounts, our responsibility is to read the management's review and in that connection consider whether the management's review is materially inconsistent with the annual accounts or our knowledge obtained during the audit, or whether it otherwise appears to contain material misstatement.



Independent auditor's report

Furthermore, 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 believe that the management's review is in accordance with the annual accounts and that it has been prepared in accordance with the requirements of the Danish Financial Statement Acts. We did not find any material misstatement in the management's review.

Copenhagen, 6 May 2019

Christensen Kjarulff

Statsautoriseret Revisionsaktieselskab
Company reg. no. 15 91 56 41

Iver Haugsted

State Authorised Public Accountant
mne10678



Company data

The company

K/S Straits Tankers
Tuborg Boulevard 5
2900 Hellerup

Company reg. no. 37 97 88 17
Established: 2 September 2016
Domicile: Gentofte
Financial year: 1 January - 31 December
3rd financial year

Board of directors

Anders Engholm Madsen

General partner

Komplementaranpartsselskabet Straits Tankers

Auditors

Christensen Kjørulff
Statsautoriseret Revisionsaktieselskab
Store Kongensgade 68
1264 København K

Associated enterprise

Straits Tankers Pte Ltd., Singapore



Management's review

The principal activities of the company

The company's primary activity is owning shares in Straits Tankers Pte Ltd.

Unusual matters

None.

Uncertainties as to recognition or measurement

None.

Development in activities and financial matters

The gross loss for the year is USD -2.916 against USD -3.020 last year. The results from ordinary activities after tax are USD 797.135 against USD 896.502 last year. The management consider the results satisfactory.



Profit and loss account 1 January - 31 December

All amounts in USD.

<u>Note</u>	<u>2018</u>	<u>2017</u>
Gross loss	-2.916	-3.020
Income from equity investments in group enterprises	800.000	900.000
Other financial income	51	0
1 Other financial costs	0	-478
Results for the year	797.135	896.502
 Proposed distribution of the results:		
Extraordinary dividend adopted during the financial year	800.000	900.000
Allocated from results brought forward	-2.865	-3.498
Distribution in total	797.135	896.502



Balance sheet 31 December

All amounts in USD.

<u>Note</u>	<u>2018</u>	<u>2017</u>
Assets		
Fixed assets		
2 Equity investment in associated enterprise	355.997	355.997
Financial fixed assets in total	355.997	355.997
Fixed assets in total	355.997	355.997
Current assets		
Claims for payment of contributed capital	0	1.000
Debtors in total	0	1.000
Available funds	533	0
Current assets in total	533	1.000
Assets in total	356.530	356.997



Balance sheet 31 December

All amounts in USD.

Equity and liabilities			
<u>Note</u>		<u>2018</u>	<u>2017</u>
Equity			
3	Contributed capital	1.000	1.000
4	Results brought forward	-9.022	-6.157
	Equity in total	-8.022	-5.157
Liabilities			
	Bank debts	0	478
	Trade creditors	2.876	3.020
	Debt to group enterprises	361.676	358.656
	Short-term liabilities in total	364.552	362.154
	Liabilities in total	364.552	362.154
	Equity and liabilities in total	356.530	356.997



Notes

All amounts in USD.

	2018	2017
1. Other financial costs		
Other financial costs	0	478
	0	478

2. Equity investment in associated enterprise

Acquisition sum, opening balance 1 January 2018	355.997	355.997
Cost 31 December 2018	355.997	355.997
Book value 31 December 2018	355.997	355.997

The financial highlights for the enterprise according to the latest approved annual report

	Share of ownership	Equity	Results for the year	Book value at K/S Straits Tankers
Straits Tankers Pte Ltd., Singapore	50 %	1.249.332	1.924.314	355.997

3. Contributed capital

Contributed capital 1 January 2018	1.000	1.000
	1.000	1.000

4. Results brought forward

Results brought forward 1 January 2018	-6.157	-2.659
Profit or loss for the year brought forward	-2.865	-3.498
Extraordinary dividend adopted during the financial year	800.000	900.000
Distributed extraordinary dividend adopted during the financial year.	-800.000	-900.000
	-9.022	-6.157



Accounting policies used

The annual report for K/S Straits Tankers is presented in accordance with those regulations of the Danish Financial Statements Act concerning companies identified as class B enterprises.

The accounting policies used are unchanged compared to last year, and the annual accounts are presented in American dollars (USD) due to the fact that USD is the primary currency within the international shipping business. As per 31.12.2018 the exchange rate was DKK 6,5194 (per 31.12.2017 the exchange rate was 6,2077)

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the company is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the company is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concerns matters existing on the balance sheet date.

The profit and loss account

Other external costs comprise costs for administration.

Net financials

Net financials comprise interest, realised and unrealised capital gains and losses concerning financial assets and liabilities, amortisation of financial assets and liabilities, additions and reimbursements under the Danish tax prepayment scheme, etc. Financial income and expenses are recognised in the profit and loss account with the amounts that concerns the financial year.

Dividend from equity investment in associated enterprise is recognised in the financial year where the dividend is declared.



Accounting policies used

The balance sheet

Financial fixed assets

Equity investment in associated enterprise

Equity investment in associated enterprise is measured at cost. In case the recoverable amount is lower than the cost, writedown takes place to this lower value.

Other securities and equity investments

Securities and equity investments recognised under fixed assets comprise listed bonds and shares which are measured at fair value on the balance sheet date. Listed securities are measured at market price.

Other unlisted securities are measured at cost. Writedown takes place to the recoverable amount, if this value is lower than the book value.

Deposits

Deposits are measured at amortised cost and represent rent deposits, etc.

Debtors

Debtors are measured at amortised cost which usually corresponds to face value. In order to meet expected losses, writedown takes place at the net realisable value.

Available funds

Available funds comprise cash at bank and in hand.

Liabilities

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

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Anders Engholm Madsen

Direktør

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NEM ID 

Anders Engholm Madsen

Dirigent

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